



City of
San Diego,
California

Comprehensive
Annual Financial Report

Fiscal Year
Ended
June 30,
2000

Office of the
City Auditor
& Comptroller

Ed Ryan,
City Auditor
& Comptroller

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INTRODUCTORY SECTION



THE CITY OF SAN DIEGO

November 30, 2000

Honorable Mayor,
City Councilmembers and the Citizens of the
City of San Diego, California

The Comprehensive Annual Financial Report of the City of San Diego (City) for the Fiscal Year Ended June 30, 2000, is hereby submitted. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the City and its related agencies. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the City and its related agencies. All disclosures necessary to enable the reader to gain an understanding of the City's, and its related agencies', financial activities have been included.

The Comprehensive Annual Financial Report is presented in three sections: introductory, financial, and statistical. The introductory section includes this transmittal letter, the City's organizational chart and a list of principal officials. The financial section includes the general purpose financial statements and the combining, individual fund and account group financial statements and schedules, as well as the independent auditors' report on such financial statements and schedules. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis.

The City is required to undergo an annual Single Audit in conformity with the U.S. Office of Management and Budget Circular A-133, "Audits of State and Local Governments and Non-Profit Organizations." Information related to this Single Audit, including the schedule of expenditures of federal awards, findings and recommendations, and independent auditors' reports on the internal control structure and compliance with applicable laws and regulations, are included in a separate Single Audit report.

In evaluating how to define the governmental reporting entity, the City adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, "The Financial Reporting Entity," under which the financial statements include all the organizations, activities, functions, and component units for which the City (Primary Government) is financially accountable.



Office of the Auditor and Comptroller

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Accordingly, the following component units are incorporated in the accompanying financial statements:

- Centre City Development Corporation
- Convention Center Expansion Financing Authority
- City of San Diego Metropolitan Transit Development Board Authority (a joint-powers agency)
- Public Facilities Financing Authority
- Redevelopment Agency of the City of San Diego
- San Diego Convention Center Corporation
- San Diego Data Processing Corporation
- San Diego Facilities and Equipment Leasing Corporation
- San Diego Housing Commission
- San Diego Industrial Development Authority
- San Diego Medical Services Enterprise, LLC
- San Diego Open Space Park Facilities District #1
- Southeastern Economic Development Corporation

The City provides a full range of services. These services include police and fire protection; sanitation services; the construction and maintenance of streets and infrastructure; recreational activities and cultural events; the expansion, maintenance, and operation of the water and sewer utilities.

The City operates and is governed by the laws of the State of California and its own Charter which was first adopted by the electorate in 1931. The Charter provides for a Council-Manager form of government. The City Council is comprised of eight members elected by district to serve overlapping four-year terms. The City Council, which acts as the City's legislative and policy-making body, appoints the City Manager, who is the City's chief administrator and is responsible for implementing the policies and programs adopted by the City Council. The Mayor, who presides over the City Council, is elected at large to serve a four-year term.

ECONOMIC CONDITION AND OUTLOOK

According to the San Diego Regional Chamber of Commerce (Chamber), the San Diego economy will continue to grow during Fiscal Year 2001, marking the eighth consecutive year of economic expansion since 1993. San Diego's Gross Regional Product, the total valuation of goods and services produced in San Diego County (County), is forecast to reach \$100.4 billion in 2000.

Indicator	Calendar Year			Annual Change	
	Actual 1998	Estimate 1999	Forecast 2000	'99/'98	'00/'99
Gross Regional Product (billions)	\$88.5	\$94.4	\$100.4	6.7%	6.4%
Inflation					
Consumer Price Index- All Urban Consumers	166.9	172.8	178.0	3.5%	3.0%
Taxable Sales					
Total (millions)	\$29,606.7	\$31,705.0	\$33,861.0	7.1%	6.8%
Taxable Retail Sales (millions)	\$19,936.5	\$21,337.5	\$22,724.5	7.0%	6.5%
Per Capita Retail Sales	\$6,990	\$7,330	\$7,670	5.0%	4.6%

Source: Economic Research Bureau, San Diego Regional Chamber of Commerce.

International trade also continued to grow, with total exports through the San Diego Customs District for the calendar year of estimated at \$10.8 billion, up 10.2% from 1998.

San Diego's tourism industry continued to climb to record levels during calendar year 1999 with total visitor spending estimated at \$4.9 billion, up 4.3% from the previous year's \$4.7 billion. San Diego's hotels continued to benefit from the strong tourism market, ending calendar year 1999 ranked seventh among the nation's 25 largest hotel markets, in terms of Revenue per Available Room (REVPAR), the key industry measure of hotel performance, which combines both room rate and occupancy rate.

Employment Indicators

The unemployment rate is a critical indicator of relative strength in the local economy. Reflecting continued strength in the local job market, San Diego's unemployment rate fell from an average of 3.5% during calendar year 1998 to 3.2% during calendar year 1999. The actual unemployment rate through August of 2000 is averaging 3.1%, below initial forecasts.

The lower unemployment rate is due to continued job growth into calendar year 2000, with the forecasted addition of another 32,000 new jobs, pushing the forecasted monthly average for the year to 1,177,700.

Indicator	Calendar Year			Annual Change	
	Actual 1998	Estimate 1999	Forecast 2000	'99/'98	'00/'99
Population	2,852,300	2,908,300	2,963,300	2.0%	1.9%
Employment					
Civilian Labor Force	1,319,400	1,339,400	1,363,700	1.5%	1.8%
Employed	1,273,000	1,297,000	1,318,900	1.9%	1.7%
Unemployed	46,400	42,400	44,800	(8.6%)	5.7%
Unemployment Rate	3.5%	3.2%	3.3%		
Payroll Employment	1,110,700	1,145,700	1,177,700	3.2%	2.8%
Personal Income					
Average Household Income	\$72,700	\$77,400	\$80,900	6.5%	4.5%
Per Capita Income	\$26,149	\$27,341	\$28,393	4.6%	3.8%

Source: Economic Research Bureau, San Diego Regional Chamber of Commerce.

Manufacturing remains the single most important component of the local economy. Manufacturing employment increased in Fiscal Years 1996 through 1999 with the addition of 14,700 jobs, and continued in Fiscal Year 2000 with an increase of 1,700 jobs.

Construction, like manufacturing, is a major source of high wage employment that stimulates other sectors of the economy. Construction employment averaged 68,700 during Fiscal Year 2000, up by 9.6% over Fiscal Year 1999, the fifth consecutive annual increase.

Based on data provided by the Chamber, during the five fiscal year period since 1995, San Diego has added 45,115 jobs in various high wage technology industries, including telecommunications, software development, biotechnology, and electronics. Expansion in the high tech manufacturing and research component of the City's economic base has been led by the rapid emergence of telecommunications. Major participants in the City's telecommunications industry include manufacturers of personal communications equipment, radio/TV communications equipment, network communications equipment/systems, satellite communications equipment, and military surveillance/guidance systems.

The important "high tech manufacturing and research" component of the City's economic base continued to expand in 2000, with all of the major categories recording year-to-year increases.

Total Employment (in thousands)					
Component	Calendar Year				
	1996	1997	1998	1999	Forecast 2000
Telecommunication	11.6	19.1	20.6	22.8	27.4
Annual Change	39.8%	64.7%	7.9%	10.7%	20.2%
Bioscience	19.6	21.3	22.1	25.0	30.1
Annual Change	(2.0%)	8.7%	3.8%	13.1%	20.4%
Software	7.7	7.9	12.2	13.6	13.9
Annual Change	5.5%	2.6%	54.4%	11.5%	2.2%
Electronics	9.8	10.0	11.6	12.3	12.4
Annual Change	21.0%	.4%	16.0%	6.0%	.8%

Source: Economic Research Bureau, San Diego Regional Chamber of Commerce.

Other Indicators

According to a forecast by the Chamber, the San Diego area economy will grow at a faster rate than the state and the nation in 2000 as income outpaces inflation. Taxable retail sales grew strongly in calendar year 1999, increasing by 7.0%. The Chamber also forecasts retail sales will increase an additional 6.5% in 2000.

Construction activity continued at a near record pace in the City during Fiscal Year 2000, with \$1.25 billion in building permits issued during the fiscal year, the highest total since Fiscal Year 1987. A total of 7,746 residential units were authorized during Fiscal Year 2000, the highest total in a decade. Commercial construction was also strong during Fiscal Year 2000, with a permit valuation total for new commercial construction of approximately \$983 million. We expect the rate of growth will decrease in 2001.

The growth in San Diego construction activity has been driven by strong demand in both the residential and nonresidential markets. According to the Chamber, the price of an average single family home grew by 12.6% in 1999, and is projected to grow by 10.0% during 2000.

Indicator	Calendar Year			Annual Change	
	Actual 1998	Estimate 1999	Forecast 2000	'99/'98	'00/'99
Single – Family Homes					
Average Price	\$240,600	\$269,500	\$298,000	12.0%	10.0%
Median Price	\$200,000	\$221,000	\$244,400	10.5%	10.6%

Source: Economic Research Bureau, San Diego Regional Chamber of Commerce

In the commercial real estate market, Burnham Real Estate Services reports that 2 million square feet of office space was absorbed in San Diego County during calendar year 1999. 12.5 million square feet of new office and industrial/R&D space was developed in San Diego County, the most ever completed in a single year.

The statewide total of new vehicle registrations is one of the factors determining the amount of Motor Vehicle License Fees (MVLFF), a major source of General Fund revenues. New registrations continued to grow during Fiscal Year 2000, up by a strong 15.5% over the prior fiscal year.

MAJOR ACCOMPLISHMENTS/ACTIVITIES

For The Fiscal Year

Strong management and clear policy direction have traditionally been strengths of the City of San Diego. As we begin this new century, those strengths continue to serve us well in improving the services we deliver to residents.

A recent study of 35 United States cities conducted by Governing Magazine rated San Diego high in the areas of Financial Management, Capital Management, and Managing for Results. In fact, only one city rated higher than San Diego in Managing for Results.

The benefits of the City's economic development efforts were demonstrated in April when biotech giant Novartis broke ground on a 200,000 square-foot, six-building campus on Torrey Pines Mesa. The company's Agricultural Discovery Institute will develop genomics technology and bio-technology tools. The City's \$1.25 million incentive package will result in \$9.98 million to the General Fund over 37 years, 400 new and retained jobs with average annual pay of \$88,000, and \$984,400 into the University City facilities benefit assessment fund. The firm will also pay \$184,000 in housing impact fees paid into the Housing Trust Fund to provide affordable housing for low-income persons citywide.

Thanks to permit assistance and other services provided by the City's Business Expansion and Retention Team, Applied Micro Circuit Corp. is building a 62,000 square-foot office space to house its expanding microchip design division. The electronics and telecommunications manufacturer held a ground breaking ceremony in January for the Sorrento Mesa facility. The company also expects to hire 180 people.

San Diego made the top 10 of Forbes Magazine's Best Places in America to do business or advance one's career in the magazine's May 29 issue. Nearly 300 metro areas were measured according to wage and salary growth, job growth, and high-tech output growth, among other criteria. San Diego ranked sixth on Forbes' list. Last year, San Diego ranked 12th on the list. This year's ranking showed that the best places to do business are where business costs are low, according to the magazine.

Furthering this region's status as a major hub for technology development, Texas Instruments announced that it will buy Dot Wireless of San Diego for \$475 million—and will build on that purchase by establishing a wireless design center here. The mega-deal brings yet another telecommunications heavyweight to San Diego. Texas Instruments makes two-thirds of the digital signal processors used in digital cellular phones. It joins Qualcomm, Nokia, Ericsson and Kyocera—among other wireless outfits—that are either based or have major operations in San Diego County.

Over the past year, nearly \$1.4 billion of venture capital investments have been directed to San Diego companies. This record-setting amount shows a significant 180 percent increase over the year, tripling the amount of local investment for any previous year.

The San Diego Convention Center has been named one of the top three convention centers in the world for the second year in a row by Europe's largest meetings industry trade publication, M&IT Magazine. The convention center was nominated for the honor by its clients. The other two centers honored are the Hong Kong Convention and Exhibition Centre and Paris' CID Deaveau Convention Center.

San Diego was voted among the top 10 U.S. cities for travelers in a readers' poll in the November 1999 issue of Condé Nast Traveler magazine. Surveys were tabulated from 25,000 readers, making it the largest private poll of consumer attitudes in the nation, according to the magazine. Readers were asked to evaluate cities on ambiance, people/friendliness, culture/entertainment, and restaurants.

The Buick Invitational Golf Tournament was played in February at the City's Torrey Pines Golf Course and included a full field of 156 players and a record purse of \$3 million. Last year's event was the third-highest rated of all televised golf tournaments of 1999, with approximately 80 million homes tuned in to the event. Since the tournament began in 1968, the Century Club and title sponsors have donated more than \$4 million to local charities.

Approximately 20,000 runners participated in the third annual Suzuki Rock 'n' Roll Marathon in June. This event has generated more than \$160 million to the local economy in its first two years. The marathon also has helped raise \$27.6 million in its two years for the event's official charity, the Leukemia & Lymphoma Society.

The passage of State Propositions 12, 13, and 14 in the March 7 election should provide significant revenues to the City. Proposition 12 will provide \$14.4 million for City park projects, as well as a yet-to-be-determined amount for local habitat acquisition. Proposition 13 will provide funds to the City for federally-authorized flood control projects drinking water systems; and various projects involving wastewater treatment, water supply, water recycling, and water conservation. Proposition 14 will help fund the construction and renovation of City library facilities in order to expand access to reading and literacy programs in public libraries.

Construction on the \$25 million Mid-City Pipeline began in December with a special ceremony attended by City and state officials. The 4.5-mile pipeline will help upgrade the City's overall system and improve water service for the Mid-City area. Completion is scheduled for fall of 2001.

As of June 1, more than 2 billion gallons of water reclaimed by the North City Water Reclamation Plant had been beneficially reused since the plant opened in September 1997. The water was used for irrigation, cooling tower, and construction purposes. More than 100 customers continue to use reclaimed water and an additional 30 new development meters are online. In addition, there are 66 new customers ready to accept reclaimed water. On August 8, pharmaceutical products manufacturer, PharMingen, will open its new facility and become the first building in the City to use reclaimed water for flushing toilets.

The "6 to 6" Extended School Day Program received \$2 million from the state Department of Education to expand the program to include 26 more elementary schools in the San Diego Unified, San Ysidro Elementary and Poway Unified school districts in fall 2000. Currently 64 schools are part of the program.

In March, the San Diego Central Division Substation and Community Service Station opened. As the third community policy substation to open since 1992, the Central Division Substation will serve 17 communities, include the East Village, the Gaslamp, and Sherman Heights. The fact that the crime

rate has dramatically fallen by 50% since 1992 demonstrates the effectiveness of San Diego's community-based policing, which has become a model for the nation and world. The Central Community Service Center, is the tenth to open since 1992, and will serve as a "mini city hall" for anyone who has a question about City services.

The City's downtown redevelopment arm, the Centre City Development Corp. (CCDC), celebrated its 25th anniversary this year. CCDC is a public, nonprofit corporation that administers two downtown redevelopment project areas for the City's Redevelopment Agency. Since it was created by the City Council in 1975, CCDC has overseen \$70 million of City investment in infrastructure, helped create 22,000 jobs, and built 4,700 homes. More than \$2 billion in development value has resulted from the \$374.5 million in public investment generated by property taxes. Another \$3 billion in investment is in the pipeline. Current efforts include marketing downtown as a technology center under the title Bandwidth Bay. Thirty high-tech companies are already located in downtown.

The voters of the City of San Diego approved the formation of a Ballpark District in November. If fully implemented by the City and the Agency, this development proposal would give San Diego a new urban-style baseball park, and related commercial development including 600,000 square feet of office space, 150,000 square feet of retail, 850 hotel rooms, and an additional 1,650 new parking spaces within a Ballpark Redevelopment District to be established in the Centre City East area of downtown San Diego. Construction on this project has temporarily been halted due to legal actions. It is presently anticipated that activity will be resumed in 2001.

Construction continues to be on target and budget for the expansion of the San Diego Convention Center. Convention officials have secured commitments from conventions and trade shows to come to the expanded facility through 2022. Many of these events are so large they would not have come to San Diego if the center were not expanded. Much of the economic benefit of the actual construction is being felt locally, with 74 percent of the \$138 million in work parceled out to date going to companies with headquarters in San Diego County. A study done by CIC Research estimated that the expansion job will translate into \$459 million in total regional sales over the three-year construction period. Officials also estimate that the expanded center will generate \$58.5 million annually in hotel room and sales taxes, up from the current \$36.7 million. The expanded center is scheduled to fully open for business in September 2001.

In June 1999, the City selected the Corky McMillin Companies as Master Developer to implement the Navy Training Center (NTC) Reuse Plan, and in June 2000, the Redevelopment Agency executed a disposition and development agreement with McMillin. The majority of the vacated federal property was conveyed to the City from the Navy in May 2000. The redevelopment of NTC will be completed in phases over a five to seven year period and includes 350 residential units; 495,000 square feet of educational uses; 380,000 square feet of office space; a 625,000 square foot mixed use area primarily within a historic district, including 324,000 square feet of commercial uses, 301,000 square feet of civic, arts and cultural uses and a 22 acre golf course; 46 acres of park and open space; two hotels; a Metropolitan Wastewater Department water testing laboratory; and a Regional Public Safety Training Institute. Fifty-two historic buildings will be rehabilitated.

After Fiscal Year

Venture capital has continued to stream into San Diego-area start up companies despite a nationwide investment slowdown. Venture capital firms poured \$472 million into 35 companies based in San Diego County during the three months that ended September 30, according to the latest survey released by PricewaterhouseCoopers. That's a record, and a 42 percent increase over the \$332 million invested in San Diego businesses during the previous quarter. It was 121 percent more than the \$214 million invested during the third quarter of 1999.

Thanks to assistance from the City, Sony Electronics Inc. has opened its new 110,000 square-foot facility in Rancho Bernardo. This new facility houses engineering, research, development marketing, and sales departments. It will also be the home of Sony's VAIO PC headquarters. Sony currently employs more than 3,600 workers in San Diego. The new facility will bring 400 additional jobs to San Diego. Sony contributes more than \$1.2 million in tax revenue to the City's general fund annually.

Streamload.com, a downtown San Diego company that provides online Internet storage, has received a \$250,000 loan from the City's Em-Tek Fund to help with the costs of future development. The web-based company provides online storage and access to digital files so users can sell or share their digital media on an Internet exchange market.

City Heights' revitalization efforts received a boost recently with a \$3.5 million equity investment in a major shopping center development. The Retail Initiative Inc., an affiliate of the Local Initiatives Support Corporation, invested \$3.5 million in the proposed \$30 million shopping center, a move that enabled the project's developers to qualify for additional bank financing. The commercial project, which has long been on the drawing board, broke ground last week. Dubbed the City Heights Retail Village, it will have an Albertson's supermarket, Hollywood Video, and Washington Mutual Bank branch.

A new business improvement district has been adopted in the Midway/North Bay business community. The district represents more than 600 businesses and approximately \$150,000 in annual self-assessment fees for revitalization efforts. The business association plans to develop a homeless intervention program, clean up sidewalks and streets, and develop street banners. Other goals include the creation of a business directory, special events, and marketing and advertising. San Diego's business improvement district system, the largest in California, now encompasses 19 communities and nearly 14,000 businesses.

A new open space park, the Mission Valley Preserve, was dedicated in an October 21, 2000 ceremony. The park includes 51 acres of native habitat at the lower end of the San Diego River and provides a green space where endangered birds nest. The City worked with volunteers to fund the project, clean up the area, and remove non-native plants.

Construction began on a replacement for the Bayview Reservoir that serves both La Jolla and Pacific Beach. Originally built in the 1950s, the 10-million gallon reservoir is being demolished and replaced in the same location. Construction on the \$6.8 million project is planned to be complete in the summer of 2002.

In October 2000, the Transportation Department completed the first 100 miles of 383 miles of road slurry sealing slated for this fiscal year. The City is in the second year of a \$58.2 million, two-year roadway enhancement program. The program set aggressive resurfacing and slurry seal goals to address the public's desire for increased maintenance and repair of more than 3,500 lineal miles of City streets. More than \$35 million has been budgeted this fiscal year for maintenance and repair for roads, which include sidewalks, curbs, and gutter work. This is the highest level of funding for road repair in the City's history.

The City received two major grants for the "6 to 6" Extended School Day Program, including \$3.3 million (from the state Department of Education) and a \$750,000 21st Century Learning Center Grant (from the U. S. Department of Education). The grants will help expand the program to all 186 elementary and middle schools of the San Diego Unified School District.

To reduce the City's consumption of electricity and to improve the operational efficiency of City buildings, Facilities Maintenance Division of Real Estate Assets Department entered into a master energy services agreement in Fiscal Year 2000 with Onsite Energy Corporation to complete energy efficiency projects in City-owned facilities. In cooperation with the Library and Metropolitan

Wastewater Departments, the first phase of the project is currently under way at Sewer Pump Station #2, Central Library, World Trade Center, and Crabtree Building. These projects, totaling approximately \$1.65 million, will be completed during Fiscal Year 2001 and will result in over \$3.2 million in accumulated energy savings to the City. A second phase is currently contemplated for Fiscal Year 2001 which will generate an additional \$3.5 million savings in energy expenses. Facilities Maintenance is also actively seeking partners in other departments who wish to participate in this innovative program.

Beginning in Fiscal Year 2001, the City will embark on its first Information Technology Strategic Planning effort. The plan, which is scheduled to be adopted by the end of Fiscal Year 2001, will provide an organizational framework as well as a technical strategy for information technology investments in the City for the next three to five years. Areas of focus include: Geographical Information Systems (GIS), wireless communications, knowledge management, and e-government.

The City's commitment to maintain services to the citizens and increase public safety spending continued in the Fiscal Year 2001 Budget, including:

- Addition of ten Police Officers to augment five existing units. This increase allows for service improvements in the areas of Elder Abuse, Firearms Tracing, Air Support, Child abuse, and Hate Crimes.
- Addition of \$2.4 million in State funds for Environmental Services Department as a result of Senate Bill 332 to pay for the expansion of curbside recycling to 60,000 homes between August 15, 2000 and May 15, 2001.
- Addition of \$1,156,615 for new Fire Station 44 including 12.97 positions. This station is to open October 2000 to provide enhanced coverage to the Miramar Road area between Interstates 805 and 15.
- Addition of \$440,400 for 6.17 positions for lifeguard night crew staffing and additional off-season staffing, and other enhanced beach coverage.
- Addition of \$761,000, including 12.60 positions, for additional Fire Fighter/Paramedics, annualization of expenses for Emergency Medical Technicians, and other staffing adjustments.
- Addition of \$150,000 for preliminary planning and implementation of the first year of the fire station reinvestment project. Proposition 172 revenue has been identified to support bond financing beginning in Fiscal Year 2003 for the actual station reconstruction and repair of several fire states Citywide.
- Addition of \$1,000,000 for library books and staff and of 8.00 positions and \$613,667 for services to the County Adult Literacy Program.
- The unappropriated General Fund reserve totals \$15.0 million in the Fiscal Year 2001 Budget, a 46% increase over Fiscal Year 2000. The unappropriated Reserve was established to fund major General Fund emergencies and to assist in maintaining a favorable bond rating. The Mayor and City Council have adopted a plan that identifies and commits the necessary revenues to increase these reserves to over \$20 million by 2005.

Highlights of the Fiscal Year 2001 Capital Improvement Program are as follows:

- \$126.6 million to continue the \$2.5 billion upgrade of the City's metropolitan and municipal wastewater system. This includes the South Bay Water Reclamation Plan, the Point Loma - Digester Facility Upgrade and Expansion, Phase I of the South Bay Pump Station and

Conveyance System, the South Bay Reclamation Sewer and Pump Station and the continued replacement of concrete sewer mains and upgrades to the sewer infrastructure.

- The Fiscal Year 2001 Water Department CIP budget amounts to \$132.3 million plus an additional \$35.6 million for projects phase-funded in previous years. Future projects include water treatment plants and cast iron water main replacements. These improvements will allow the Water Department to continue to supply San Diegans with a reliable source of safe, clean water, meeting the requirements of the 1996 Safe Drinking Water Act.
- Construction of the Central Animal Shelter began in Fiscal Year 2000 to be completed in Fiscal Year 2002 (total funding amounts to \$9.0 million with a contribution of \$840,000 from the San Diego Humane Society).
- \$3.5 for design and construction of the Northwest Area Police Station.
- \$850,000 in additional funding for Mission Valley Branch Library.
- \$800,000 in additional funding for Serra Mesa/Kearny Mesa Branch Library.
- \$63.3 million for State Route 56 from Carmel Valley to Black Mountain Road.
- \$5.4 million for Carmel Mountain Road and Interstate 5 interchange improvements.
- \$4.8 million for North Torrey Pines Road Bridge over Los Penasquitos Creek.
- \$3.7 million for Sorrento Valley Road from Industrial Court to Carmel Valley Road.
- \$2.1 million for Carmel Valley road - 300 feet East of Portofino improvements.
- \$1.9 million for La Jolla Shores Drive, Torrey Pines Road and Ardath Road Intersection.
- \$1 million for Miramar Road and Interstate 805 Easterly Ramps.
- \$2.6 million for Navajo Road Median improvements.

FINANCIAL INFORMATION

Management of the City is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the City are protected from loss, theft or misuse, and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

Single Audit. As a recipient of federal, state, and county financial assistance, the City is also responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluations by management and the internal audit staff of the City. As part of the City's Single Audit, described earlier, tests are performed to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, as well as to determine that the City has complied with applicable laws and regulations. The results of the City's

Single Audit for the fiscal year ended June 30, 1999, provided no instances of material weaknesses in the internal control structure or significant violation of applicable laws and regulations.

The Single Audit for the fiscal year ended June 30, 2000, is currently in progress. The City's management is of the opinion that the results of the Single Audit for Fiscal Year 2000 will not change from that of the previous year.

Budgeting Controls. In addition, the City maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City's governing body. Activities of the General Fund, certain Special Revenue Funds and certain Debt Service Funds are included in the annual appropriated budget. Project-length financial plans are adopted for the Capital Projects Funds. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established by function and activity or object class within an individual fund. The City Auditor and Comptroller works closely with the Financial Management Department to monitor fund balances, as well as revenue projections, throughout the fiscal year. Variations from budget plans are alleviated in a number of ways, including expenditure reductions or deferrals.

The City also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts are reported as reservations of fund balances since the commitments will be honored in subsequent years.

As demonstrated by the statements and schedules included in the financial section of this report, the City continues to meet its responsibility for sound financial management.

General Government Functions. The following schedule presents (in thousands) a summary of **General Fund, Special Revenue Funds and Debt Service Funds** revenues for the fiscal year ended June 30, 2000, and the amount and percentage of increases and decreases in relation to prior year revenues.

<u>Revenues</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Dollar Increase (Decrease) from FY 1999</u>	<u>Percent Increase (Decrease)</u>
Property Taxes	\$ 173,327	16.8%	\$ 19,165	12.4%
Special Assessments	18,457	1.8	(1,173)	(6.0)
Other Local Taxes:				
Sales Tax	173,514	16.8	17,346	11.1
Transient Occupancy Tax	96,821	9.4	4,693	5.1
Franchises	46,150	4.5	6,110	15.3
Gasoline and Other Taxes	28,170	2.7	(1,590)	(5.3)
Licenses and Permits	26,554	2.6	(1,726)	(6.1)
Fines, Forfeitures and Penalties	31,141	3.0	5,600	21.9
Revenue from Use of Money and Property	75,813	7.4	7,837	11.5
Revenue from Federal Agencies	46,706	4.5	(2,409)	(4.9)
Revenue from Other Agencies	190,729	18.5	56,738	42.3
Revenue from Private Sources	17,241	1.7	6,501	60.5
Charges for Current Services	95,000	9.2	9,502	11.1
Other Revenue	11,139	1.1	4,267	62.1
Total	<u>\$1,030,762</u>	<u>100.0%</u>	<u>\$130,861</u>	

Property Tax revenues increase is primarily attributed to the increase in assessed property valuations.

Sale Tax revenue increase is primarily attributed to economic growth.

Franchises revenues increase is primarily attributed to increased SDG&E franchise payments from rate increases and higher utility usage and the receipt of the initial payment from the fixed fee franchise agreement with Allied Waste.

Fines, Forfeitures and Penalties revenues increase is primarily attributed to the continuing implementation of the red light photo enforcement program and increase in various other traffic and parking violation revenues.

Revenue from Use of Money and Property revenue increase is primarily attributed to increased interest earnings due to a higher rate of return on pooled investments combined with higher average cash balances and increased rental income due to economic growth.

Revenue from other Agencies revenues increase is primarily attributed to an increase in the Public Facilities Financing Authority and the San Diego Facilities Equipment Leasing Corporation installment purchase payment receipts, the receipt of the initial tobacco settlement payment from the State, and increased Motor Vehicle License revenues.

Revenue from Private Sources revenues increase is primarily attributed to increased payments from developers as a result of an increase in development processing, and increased Library donations.

Charges for Current Services revenues increase is primarily attributed to increased services performed for the Emergency Medical Services and Police grant reimbursable programs.

Other revenues increase is primarily attributed to increased Police grant revenue match within the Police grant funds.

<u>Expenditures</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Dollar Increase (Decrease) from FY 1999</u>	<u>Percent Increase (Decrease)</u>
Current:				
General Government	\$75,987	7.7%	\$3,200	4.4%
Community and Economic Development	16,289	1.6	6,431	65.2
Public Safety	395,941	40.4	34,701	9.6
Libraries	26,237	2.7	2,024	8.4
Parks, Recreation and Culture	105,723	10.8	13,355	14.5
Public Works	149,785	15.3	16,725	12.6
Housing and Community Development	13,535	1.4	882	7.0
Other	10,049	1.0	(2,137)	(17.5)
Capital Projects	16,392	1.7	10,029	157.6
Debt Service:				
Principal	43,027	4.4	3,557	9.0
Interest	<u>127,620</u>	<u>13.0</u>	<u>36,903</u>	40.7
Total	<u>\$980,585</u>	<u>100.0%</u>	<u>\$125,670</u>	

Community and Economic Development expenditures increase is primarily attributed to the expansion of the 6 to 6 extended school day program.

Public Safety expenditures increase is primarily attributed to the red light photo enforcement program contract payments and increases in services performed for the Emergency Medical Services and Police grant reimbursable programs.

Parks, Recreation and Culture expenditures increase is primarily attributed to increase in staff to support various park and recreation programs and new facilities and increases in special promotional programs and organization contracts.

Public Works expenditures increase is primarily attributed to increases in parking enforcement, street resurfacing, the maintenance of City facilities, and development review programs.

Other expenditures decrease is primarily attributed to costs associated with the issuance of debt by the Public Facilities Financing Authority and by the Redevelopment Agency in the prior fiscal year.

Capital Projects expenditures increase is primarily attributed to the reimbursement of expenditures for the Convention Center expansion project from bond issuances in the prior fiscal year.

Interest expenditures increase is primarily attributed to the new debt issuances by San Diego Facilities and Equipment Leasing Corporation, Public Facilities Financing Authority and the Convention Center Expansion Financing Authority.

Pursuant to Article XIII B of the California Constitution (known as the GANN Limit) the City must compute an annual appropriations limit which places a ceiling on the total amount of tax revenues the City can actually appropriate annually. This limit is adjusted each year using the following factors: (1) the percentage change in California Per Capita Income, or the change in the City's non-residential assessed valuation due to new construction, whichever is greater and (2) the percentage change in the Citywide or Countywide population, whichever is greater.

The City's total appropriation was \$2,037,325,391 for Fiscal Year 2000 as compared to \$1,546,835,735 in Fiscal Year 1999. A portion of this appropriation was derived from proceeds of taxes as defined by Article XIII B (GANN) of the State Constitution. The City did not exceed the total GANN Limit at fiscal year end. The Fiscal Year 2000 General Fund budget was \$618,204,871 as compared to \$576,077,751 in Fiscal Year 1999. It is estimated that the City will be under the Gann Limit by approximately \$34 million in Fiscal Year 2001.

The Community Development Block Grant is received by the City on an annual basis under Title I from the U.S. Department of Housing & Urban Development and is administered by the Community Services Program of the City Manager's Department. The annual entitlement for the program year 2000 was approximately \$18,950,000 as compared to approximately \$18,198,000 for the program year 1999.

General Fund Balance. The undesignated fund balance of the General Fund was approximately \$29,536,000 at fiscal year-end. This was comprised of approximately \$13,071,000 of revenue and other sources over estimate; approximately \$7,803,000 in appropriation savings, net of designated for subsequent years' expenditures; and approximately \$8,662,000 of Fiscal Year 1999 unappropriated fund balance.

Capital Projects Fund Balances. The undesignated fund balances for the **City Oversight Unit Capital Projects Funds** totaled approximately \$68,809,000 at fiscal year-end. The individual balances are generally restricted for the established purposes of their specific fund category. The primary sources for financing the City's Capital Improvement Program are sales (transnet) tax, developer impact fees, facility benefit assessments, and land sales. The following schedule presents (in thousands) a summary of the **City Oversight Unit Capital Projects Funds** undesignated fund

balances as of June 30, 2000. A large portion of these balances have been included for appropriation in the City's Fiscal Year 2000 Six Year Capital Improvements Program.

<u>Fund Category</u>	<u>Amount</u>	<u>General Use</u>
Capital Outlay	\$3,694	Public Improvements and Acquisition
Other Construction:		
Facility Benefit Assessment Districts	27,032	District Public Improvements
Development Impact Fees	3,078	District Public Improvements
Park Service Districts	3,013	District Park Improvements
Urban Impact Fees	6,918	District Park Improvements
Development Agreements	8,726	District Public Improvements
1915 Act Districts	4,500	District Public Improvements
Other Capital Projects	<u>11,848</u>	Various Capital Improvements
Total	<u>\$68,809</u>	

Tentative long-term plans for these funds are generally reflected through development plans and/or the annual preparation of the Six Year Capital Improvements Program. An annual budget is adopted for the Capital Outlay Fund reflecting related minor non-capitalized costs and the net change to its long-term capital plan for the current year. The changes in the Six Year Capital Improvements Program between Fiscal Year 1999 and Fiscal Year 2000 reflected projected scheduling adjustments as well as available funding.

Enterprise Operations. The **City Oversight Unit Enterprise Operations** are comprised of nine separate and distinct activities: Airports, consisting of Brown Field and Montgomery Field; The Centre; City Store; Environmental Services; Golf Courses, consisting of Balboa and Torrey Pines courses; Planning and Development Review; Recycling; Sewer Utility; and Water Utility. The fiscal year-end unreserved retained earnings of approximately \$1,106,407,000 for the City's enterprise activities reflects approximately \$18,489,000 available for appropriation with the balance reflecting investments in enterprise assets, continuing project appropriations, encumbrances and tentative future commitments.

The following schedule displays the undesignated amounts (in thousands) available for appropriation at fiscal year-end for enterprise activities.

<u>Activity</u>	<u>Amount</u>
Airports	\$ 2,585
The Centre	175
City Store	161
Environmental Services	7,683
Golf Courses	2,182
Planning and Development Review	192
Recycling	5,511
Sewer Utility	0
Water Utility	<u>0</u>
Total	<u>\$18,489</u>

Airports net loss was approximately \$104,000 compared to net income of \$1,043,000 the previous year. Operating revenues decreased by \$384,000 mainly due to a decrease in commercial leasing. Operating expenses increased by \$681,000 of which approximately \$300,000 was related to the proposed San Diego Commerce Center at Brown Field Airport. In addition, depreciation expense and losses on fixed assets increased \$323,000 as a result of the capitalization of four capital improvement projects.

Environmental Services net income for the year was approximately \$7,022,000 compared to \$6,399,000 during the prior year. Recycling programs resulted in a reduction in waste accepted at the landfill and a decrease in both revenues and expenditures of \$2,600,000. Expenditures also were impacted by a decrease in operating transfers due to a one-time transfer of \$1,100,000 to Recycling the prior fiscal year, and an increase of \$540,000 for surface maintenance costs to bring the Chollas Landfill into compliance with state and federal guidelines.

Golf Course net income for the year was approximately \$722,000 as compared to the net income of \$1,573,000 for the previous year. This change was the result of an increase in the transfer to governmental funds of \$505,000 and an increase in Maintenance and Operation expenses of \$650,000 due to increased personnel expense and the repair of greens at the Balboa Park Golf Course.

Planning and Development Review net loss was approximately \$3,346,000 as compared to the net loss of \$1,557,000 the previous year. This change was the result of an increase in operating expenses of approximately \$3,244,000. There was an addition of 42 position to their budget and an increase in overtime expense in order to accommodate increased workload as a result of the impact of private development.

Net income from Recycling was \$5,811,000 this year compared to \$4,088,000 in the previous year. New grant revenues received in the amount of \$2,665,000 from the California Beverage Container Recycling and Litter Reduction Act are primarily responsible for the increase in revenue. In addition, the prior fiscal year's revenue included a one-time operating transfer from Environmental Services of \$1,100,000.

Sewer Utility net income for the year was approximately \$14,087,000 compared to last year's net income of \$1,243,000. The change was due to the following: total operating revenue increased \$22,775,000 due to increased sewer service charge revenue; depreciation expense increased \$6,340,000; the earnings on investments increased \$2,067,000 due to higher cash balances after the issuance of additional sewer bonds; interest expense on long-term debt increased \$11,560,000 due to the new bonds; and other non-operating revenues increased \$6,703,000.

Water utility net income for the year was approximately \$11,031,000 as compared to a net loss of \$13,403,000 the previous year. This change is primarily due to an increase of \$32,950,000 in operating revenue from the sale of water and an increase in interest earnings of \$3,766,000. This was partially offset by an increase of \$8,158,000 in water purchases and \$4,421,000 in the Water Policy division.

Pension Trust Fund Operations. The City Employees' Retirement System (CERS) continued to maintain a sound financial status in Fiscal Year 2000. Operating revenues of approximately \$458,992,000 were realized as compared to \$281,947,000 in Fiscal Year 1999. This increase was primarily due to realized net gain in domestic and international stocks which was a direct result of portfolio managers rebalancing activities to achieve targeted asset allocation strategy. Also, included in these amounts were approximately \$110,482,000 and \$101,193,000 in contributions for Fiscal Year 2000 and 1998, respectively. This increase was due to the new Deferred Retirement Option Plan (DROP) and increased participation in the employee buy back program.

Operating deductions for the year were approximately \$116,227,000 as compared to approximately \$103,182,000 in Fiscal Year 1999. This increase in operating deductions is generally the result of annual cost of living adjustments, adjustments in benefits, and normal growth in the number of retirees.

The latest annual actuarial valuation as of June 30, 1999, showed pension funding at a 94.4% level compared to 94.6% at June 30, 1998.

Debt Administration. At June 30, 2000, the **City Oversight Unit** had a small number of debt issues outstanding. These issues included approximately \$19,170,000 of general obligation bonds, approximately \$2,900,000 of revenue bonds/certificates of participation, and approximately \$108,180,000 of special assessment debt. The City has an **AA+** rating from Fitch IBCA, an **Aa1** rating from Moody's Investors Service, and an **AA** rating from Standard & Poor's on general obligation bond issues.

Cash Management. The City Treasurer is responsible for the investment of the City's cash. Eligible investments are obligations of the U.S. Treasury and U.S. Agencies, demand deposits, negotiable certificates of deposit, bankers' acceptances, medium-term corporate notes, repurchase agreements, reverse repurchase agreements and commercial paper in compliance with Section 53601-53635 of the state government code. The City's cash is invested under a pooled money concept, with maturities planned to coincide with projected needs, with the primary objective of preserving principal. During Fiscal Year 2000, the average daily pooled portfolio balance was approximately \$1.2 billion with a weighted average maturity of 386 days. Most of these monies are held in funds that have restricted uses. The largest balances, for instance, are found in the Utility Funds. The average earned income yield on pooled investments was 5.427% as compared to 5.596% in the prior year.

The City Treasurer's investment policy has an objective to minimize credit and market risks while maintaining a competitive yield on its portfolio. The City may transact business only with banks, savings and loans, and investment securities dealers who are primarily dealers regularly reporting to the New York Federal Reserve Bank. Exceptions to this rule are allowed only upon written authorization of the City Treasurer. All nonnegotiable time certificates of deposit and demand accounts in excess of the amounts insured by the Federal Deposit Insurance Corporation are required to be fully collateralized with mortgages or eligible securities in accordance with state law. The City's investments are held by the City's custodian bank in the City's name or the nominee name of the custodian bank, as collateral for a reverse repurchase agreement with the counterpart's custodian bank or with a third party trustee, e.g., California State Treasurer's Office.

The Retirement Board contracts with 27 investment managers to oversee the CERS Trust Fund portfolio, which includes separate cash management as well as investments in corporate and government bonds, stocks, and real estate. This portfolio is therefore more diverse and of a more long term nature than the City's cash pool. During Fiscal Year 2000, CERS achieved a realized return of 18.24%.

Risk Management. The City is self-insured for workers' compensation and long-term disability. The City obtained insurance coverage for general liability claims in Fiscal Year 1991 after being self-insured for the previous six years. The City now has catastrophic coverage of \$24 million per occurrence with a \$1 million self-insured retention.

The workers' compensation and long-term disability programs are accounted for within the Internal Service Self Insurance Fund. They are funded by rate charges to the various departments. Annual rates are established that will collect the necessary monies to pay anticipated claims during the year. The City also accounts for the General Liability Reserve within the Internal Service Self Insurance Fund. Monies in this fund have accumulated from operating transfers of claims appropriations in excess of actual claims paid.

OTHER INFORMATION

Independent Audit. The City Charter requires an annual audit by independent certified public accountants. The accounting firm of Calderon, Jaham & Osborn, CPAs, was selected and awarded a 5-year contract by the City beginning Fiscal Year 1998. In addition to meeting the requirements set forth in the City Charter, the audit was also designed to meet the requirements of the federal Single Audit Act of 1984 and related OMB Circulars. The independent auditors' report on the general

purpose financial statements and the combining, individual fund and account group financial statements and schedules is included in the financial section of this report. The independent auditors' reports related specifically to the Single Audit are included in a separate Single Audit Report.

In addition to the independent accountants, the City maintains its own Internal Audit Division. Along with its duty of assisting the independent accountants, they are responsible for strengthening and reviewing the City's internal controls. Internal Audit performs its own independent operational and financial audits of the City's many funds, departments, and divisions. We believe that the City's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of all financial transactions.

GFOA Certificate of Achievement Award. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of San Diego, California, for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 1999. The Certificate of Achievement is the highest form of recognition for excellence in state and local government financial reporting.


In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized CAFR, whose contents conform to program standards. Such a CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. I believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to the GFOA.

CSFMO Award. The California Society of Municipal Finance Officers (CSFMO) again awarded a Certificate for Outstanding Financial Reporting to the City for its CAFR for the fiscal year ended June 30, 1999. In order to receive this "Outstanding Award," the City published an easily readable and efficiently organized CAFR. This report satisfied both generally accepted accounting principles and applicable legal requirements. A Certificate for Outstanding Financial Reporting is valid for a period of one year only. I believe our current report continues to meet the Certificate for Outstanding Financial Reporting requirements, and we are submitting it to the CSFMO.

Acknowledgments. The preparation of this Comprehensive Annual Financial Report could not have been accomplished without the professional, efficient, and dedicated service of the staff of the City Auditor and Comptroller's Department. In particular, I would like to express my appreciation to members of the Accounting Division that contributed to the development of this report. I would also like to thank the Mayor, members of the City Council, and the City Manager for their support and commitment to fiscal integrity and financial leadership.

Sincerely,

A handwritten signature in black ink, appearing to read 'Ed Ryan', is positioned above the printed name.

Ed Ryan
City Auditor and Comptroller

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of San Diego,
California

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 1999

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Anne Spray Kinney
President

Jeffrey L. Esler
Executive Director

California Society of Municipal Finance Officers

Certificate of Award

Outstanding Financial Reporting 1998-99

Presented to the

City of San Diego



*This certificate is issued in recognition of meeting professional standards and criteria in reporting
which reflect a high level of quality in the annual financial statements
and in the underlying accounting system from which the reports were prepared.*

February 28, 2000


Chair, Professional & Technical Standards Committee

Dedicated to Excellence in Municipal Financial Management

DIRECTORY OF ELECTED AND OTHER OFFICIALS

Mayor	Susan Golding
Councilmember - District 1	Harry Mathis
Councilmember - District 2	Byron Wear
Councilmember - District 3	Christine Kehoe
Councilmember - District 4	George Stevens
Councilmember - District 5	Barbara Warden
Councilmember - District 6	Valerie Stallings
Councilmember - District 7	Judy McCarty
Councilmember - District 8	Juan Vargas
City Attorney	Casey Gwinn

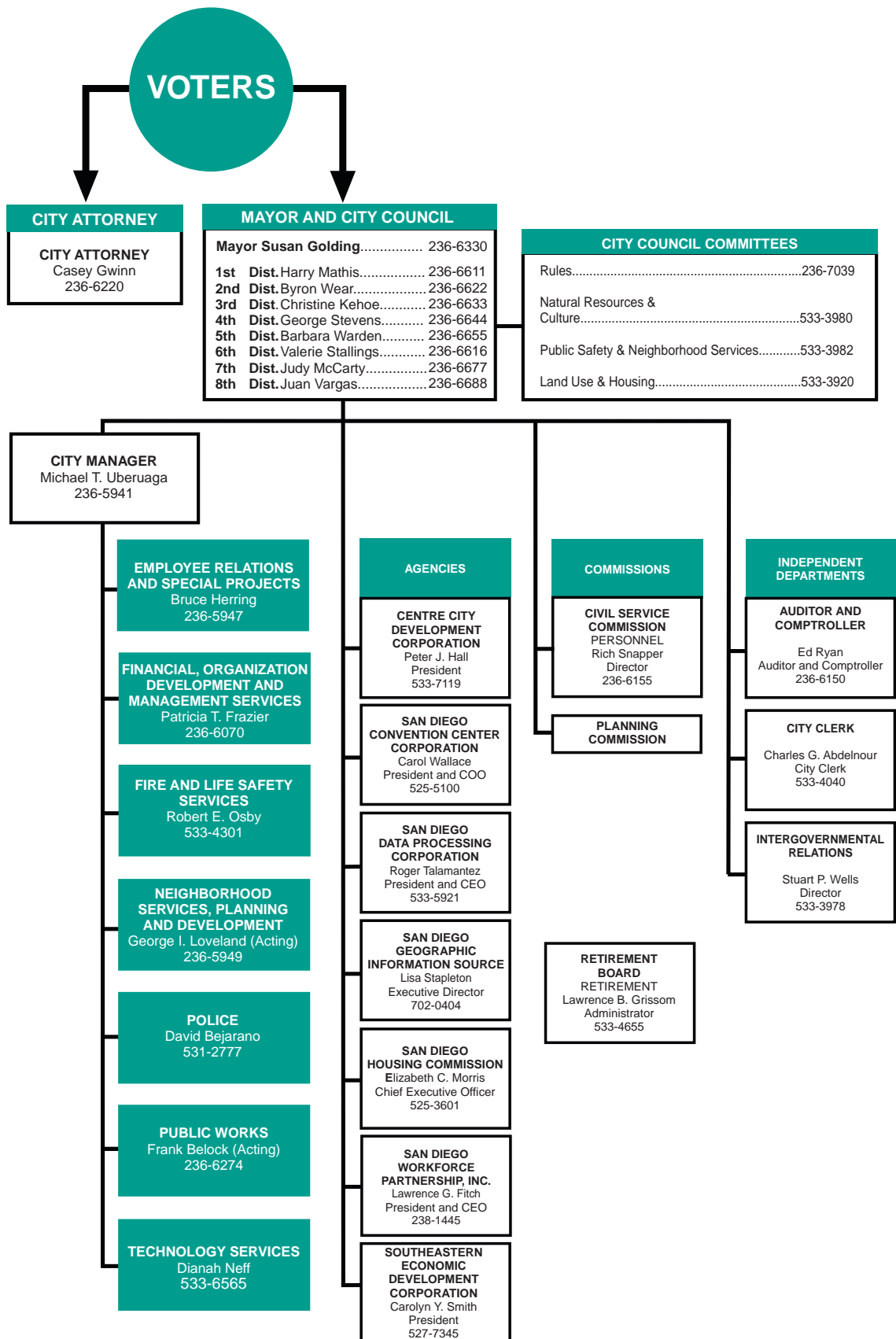
APPOINTED OFFICIALS

City Manager	Michael T. Uberuaga
City Auditor and Comptroller	Ed Ryan
City Clerk	Charles G. Abdelnour
Intergovernmental Relations	Stuart P. Wells
Personnel	Rich Snapper
Retirement	Lawrence B. Grissom

BUSINESS CENTER MANAGERS

Assistant City Manager	George I. Loveland
Employee Relations and Special Projects	Bruce Herring
Financial, Organization Development and Management Services	Patricia T. Frazier
Fire and Life Safety Services	Robert E. Osby
Police	David Bejarano
Public Works	Frank Belock
Technology Services	Dianah Neff

City of San Diego Organization Chart





FINANCIAL SECTION



CALDERON, JAHAM & OSBORN

AN ACCOUNTANCY CORPORATION

CERTIFIED PUBLIC ACCOUNTANTS & CONSULTANTS

www.cjo.com

INDEPENDENT AUDITORS' REPORT

The Honorable Mayor, Members of the
City Council and City Manager of the
City of San Diego, California

We have audited the accompanying general-purpose financial statements and the combining and individual fund and account group financial statements of the City of San Diego, California, as of and for the year ended June 30, 2000, as listed in the foregoing table of contents. These general-purpose financial statements are the responsibility of the City of San Diego, California management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general-purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of the City of San Diego, California, as of June 30, 2000, and the results of its operations and cash flows of its proprietary fund types and nonexpendable trust funds for the year then ended in conformity with generally accepted accounting principles. Also, in our opinion, the combining and individual fund and account group financial statements referred to above present fairly, in all material respects, the financial position of each of the individual funds and account groups of the City of San Diego, California, as of June 30, 2000, and the results of operations of such funds and cash flows of its individual proprietary fund types and nonexpendable trust funds for the year then ended in conformity with generally accepted accounting principles.

As discussed in Note 22 to the general-purpose financial statements, the City changed the presentation of the San Diego Housing Commission from a blended to a discrete presentation.

In accordance with *Government Auditing Standards*, we have also issued a separate report dated November 22, 2000, on our consideration of the City of San Diego's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

Our audit was performed for the purpose of forming an opinion on the general-purpose financial statements of the City of San Diego, California, taken as a whole and on the combining and individual fund and account group financial statements. The information listed as supporting schedules and statistical data in the table of contents is presented for purposes of additional analysis and is not a required part of the general-purpose financial statements of the City of San Diego, California. Such information, except for that portion marked "unaudited" on which we express no opinion, has been subjected to the auditing procedures applied in the

audit of the general-purpose, combining and individual fund and account group financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements of each of the respective individual funds and account groups, taken as a whole.

November 22, 2000

Calderson, Faham & Osborn

GENERAL PURPOSE FINANCIAL STATEMENTS

THESE STATEMENTS PROVIDE A SUMMARY OVERVIEW OF THE FINANCIAL POSITION OF ALL FUNDS AND ACCOUNT GROUPS AND OF THE OPERATING RESULTS BY FUND TYPES. THEY ALSO SERVE AS AN INTRODUCTION TO THE MORE DETAILED STATEMENTS AND SCHEDULES THAT FOLLOW.

GENERAL PURPOSE FINANCIAL STATEMENTS

IN ACCORDANCE WITH THE RECOMMENDATIONS OF THE GOVERNMENTAL ACCOUNTING STANDARDS BOARD, THE FOLLOWING COMBINED STATEMENTS ARE PRESENTED:

Combined Balance Sheet - All Fund Types, Account Groups and Discretely Presented Component Units.

Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Governmental Fund Types, Expendable Trust Funds and Discretely Presented Component Unit.

Combined Statement of Revenue, Expenditures and Changes in Undesignated Fund Balances - Budget and Actual (Budgetary Basis) - Budgeted Governmental Fund Types.

Combined Statement of Revenues, Expenses and Changes in Retained Earnings/Fund Balances - All Proprietary Fund Types and Similar Trust Funds and Discretely Presented Component Units.

Combined Statement of Cash Flows - All Proprietary Fund Types and Nonexpendable Trust Fund and Discretely Presented Component Units.

Combined Statement of Changes in Plan Net Assets.

Notes to Financial Statements.

Required Supplementary Information:

- Pension Trust Funds Analysis of Funding Progress - Last Six Fiscal Years.

COMBINED BALANCE SHEET - ALL FUND TYPES, ACCOUNT GROUPS AND DISCRETELY PRESENTED COMPONENT UNITS
June 30, 2000
(In Thousands)

	Governmental Fund Types				Proprietary Fund Types	
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service
ASSETS AND OTHER DEBITS						
Cash or Equity in Pooled Cash and Investments	\$ 24,708	\$ 232,561	\$ 3,705	\$ 529,798	\$ 589,956	\$ 68,855
Cash or Equity in Pooled Cash and Investments - Nonexpendable Trust ..	---	---	---	---	---	---
Cash With Custodian/Fiscal Agent	---	243	15,822	3	52	---
Cash With Custodian/Fiscal Agent - Nonexpendable Trust	---	---	---	---	---	---
Investments at Fair Value	---	51	137,156	86,014	---	---
Receivables:						
Taxes - Net	30,182	6,303	---	---	---	---
Accounts - Net	32,805	7,870	---	32	94,238	1,560
Claims - Net	36	22	---	---	---	35
Special Assessments - Net	---	539	927	---	13	---
Notes	---	13,959	---	13,183	---	---
Contributions	---	---	---	---	---	---
Accrued Interest	2,744	2,577	98	5,824	8,163	137
Grants	---	14,121	---	21,715	14,999	---
Loans	---	---	---	---	---	---
Loans to Redevelopment Agency	---	535	---	---	---	---
From Other Funds	109,686	669	---	31,900	10,911	---
From Primary Government	---	---	---	---	---	---
From Other Agencies	1,068	110	1,167,235	193	---	---
Securities Sold	---	---	---	---	---	---
Advances to Other Funds	9,920	9,004	---	609	33,899	314
Advances to Other Agencies	350	5,059	---	---	---	---
Inventories of Water in Storage	---	---	---	---	9,961	---
Inventories	---	---	---	---	1,092	3,286
Land Held for Resale	---	3,673	---	71,822	---	---
Prepaid and Reimbursable Items and Deposits	1,161	59	1,512	---	298,376	101
Restricted Assets:						
Cash or Equity in Pooled Cash and Investments -						
Interest and Redemption Funds	---	---	---	---	20,464	---
Cash with Custodian/Fiscal Agent	---	---	---	---	47	---
Deferred Charges	---	---	---	---	31,137	---
Fixed Assets - Net	---	---	---	---	3,222,223	59,797
Amount Available for Payment of						
General Long-Term Debt	---	---	---	---	---	---
Amount to be Provided for Retirement of						
General Long-Term Debt	---	---	---	---	---	---
TOTAL ASSETS AND OTHER DEBITS	\$ 212,660	\$ 297,355	\$ 1,326,455	\$ 761,093	\$ 4,335,531	\$ 134,085

The accompanying notes are an integral part of the financial statements.

Fiduciary Fund Types		Account Groups		Totals Primary Government	Component Unit	Component Unit	Component Unit	Totals Reporting Entity
Trust and Agency		General Fixed Assets	General Long-Term Debt	(Memo-randum Only)	San Diego Convention Center Corporation	San Diego Housing Commission	San Diego Medical Services Enterprise, LLC	(Memo-randum Only)
\$ 136,178	\$ ---	\$ ---	\$ 1,585,761	\$ 1,806	\$ 402	\$ 2,625	\$ 1,590,594	
282	---	---	282	---	---	---	282	
30	---	---	16,150	---	---	---	16,150	
236	---	---	236	---	---	---	236	
3,449,489	---	---	3,672,710	---	30,791	---	3,703,501	
---	---	---	36,485	---	---	---	36,485	
5,243	---	---	141,748	1,629	914	2,150	146,441	
---	---	---	93	---	---	---	93	
---	---	---	1,479	---	---	---	1,479	
---	---	---	27,142	---	59,795	---	86,937	
8,746	---	---	8,746	---	---	---	8,746	
16,780	---	---	36,323	---	4,587	---	40,910	
---	---	---	50,835	---	---	---	50,835	
23,462	---	---	23,462	---	---	---	23,462	
---	---	---	535	---	---	---	535	
---	---	---	153,166	---	---	---	153,166	
---	---	---	---	2,171	2,128	---	4,299	
---	---	---	1,168,606	50	2,056	---	1,170,712	
34,402	---	---	34,402	---	---	---	34,402	
---	---	---	53,746	---	---	---	53,746	
---	---	---	5,409	---	---	---	5,409	
---	---	---	9,961	---	---	---	9,961	
---	---	---	4,378	---	89	---	4,467	
---	---	---	75,495	---	---	---	75,495	
30	---	---	301,239	688	167	10	302,104	
---	---	---	20,464	3,725	724	---	24,913	
---	---	---	47	---	---	---	47	
---	---	---	31,137	---	---	---	31,137	
293	1,461,108	---	4,743,421	21,074	94,527	---	4,859,022	
---	---	193,254	193,254	10,669	---	---	203,923	
---	---	2,249,248	2,249,248	---	---	---	2,249,248	
\$ 3,675,171	\$ 1,461,108	\$ 2,442,502	\$ 14,645,960	\$ 41,812	\$ 196,180	\$ 4,785	\$ 14,888,737	

Continued on next page

COMBINED BALANCE SHEET - ALL FUND TYPES, ACCOUNT GROUPS AND DISCRETELY PRESENTED COMPONENT UNITS
June 30, 2000
(In Thousands)

	Governmental Fund Types				Proprietary Fund Types	
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service
LIABILITIES						
Accounts Payable	\$ 2,927	\$ 7,859	\$ ---	\$ 6,806	\$ 55,778	\$ 4,353
Accrued Wages and Benefits	21,923	1,402	---	---	21,737	7,557
Other Accrued Liabilities	---	1,155	---	---	2,901	---
Employees' Deferred Compensation						
/401(k) Plans	---	---	---	---	---	---
Liability Claims	---	---	---	---	5,183	36,273
Matured Bonds, Notes and Interest Payable	---	---	2	---	47	---
Interest Accrued on Long-Term Debt	---	---	---	---	15,429	268
Long-Term Debt Due Within One Year	---	---	---	---	22,438	4,795
Due to Other Funds	---	32,041	---	20,029	550	---
Due to Component Unit	---	4,299	---	---	---	---
Due to Other Agencies	---	75	---	114	2,401	---
Deferred Revenue	33,904	48,932	1,167,731	15,016	23,223	546
Advances from Other Funds	---	609	634	---	---	52,173
Deposits/Advances from Others	---	---	---	---	4,080	---
Sundry Trust Liabilities	---	1,744	---	5,262	---	---
Estimated Landfill Closure and Postclosure Care	---	---	---	---	9,106	---
Capital Lease Obligations	---	---	---	---	5,632	15,149
Net Pension Liabilities	---	---	---	---	3,227	632
Securities Purchased	---	---	---	---	---	---
Contracts and Notes Payable	99,500	---	---	---	1,484,115	---
Loans Payable	---	---	---	---	---	---
Bonds Payable	---	---	---	---	---	---
TOTAL LIABILITIES	158,254	98,116	1,168,367	47,227	1,655,847	121,746
FUND EQUITY AND OTHER CREDITS						
Investment in General Fixed Assets	---	---	---	---	---	---
Contributed Capital	---	---	---	---	1,561,352	226
Retained Earnings (Deficit):						
Reserved for Claims and Contingencies	---	---	---	---	---	9,198
Reserved for General Long-Term Claims	---	---	---	---	---	(25,310)
Unreserved	---	---	---	---	1,118,332	28,225
Fund Balances:						
Reserved for Land Held for Resale	---	3,673	---	71,822	---	---
Reserved for Encumbrances	11,628	27,908	---	284,522	---	---
Reserved for Advances and Deposits	10,270	12,658	---	---	---	---
Reserved for Nonexpendable Trust	---	---	---	---	---	---
Reserved for Pension Benefits	---	---	---	---	---	---
Reserved for Debt Service	---	35,728	157,526	---	---	---
Unreserved:						
Designated for Unrealized Gains	---	---	562	1	---	---
Designated for Subsequent Years' Expenditures	2,972	61,029	---	286,056	---	---
Undesignated	29,536	58,243	---	71,465	---	---
TOTAL FUND EQUITY AND OTHER CREDITS	54,406	199,239	158,088	713,866	2,679,684	12,339
TOTAL LIABILITIES AND FUND EQUITY AND OTHER CREDITS	\$ 212,660	\$ 297,355	\$ 1,326,455	\$ 761,093	\$ 4,335,531	\$ 134,085

The accompanying notes are an integral part of the financial statements.

THE CITY OF SAN DIEGO

ANNUAL FINANCIAL REPORT

Fiduciary Fund Types	Account Groups		Totals Primary Government	Component Unit	Component Unit	Component Unit	Totals Reporting Entity
	Trust and Agency	General Fixed Assets	General Long-Term Debt	(Memo- randum Only)	San Diego Convention Center Corporation	San Diego Housing Commission	San Diego Medical Services Enterprise, LLC
\$ 782	\$ ---	\$ ---	\$ 78,505	\$ 1,718	\$ 1,979	\$ 1,251	\$ 83,453
318	---	48,275	101,212	998	1,788	---	103,998
---	---	---	4,056	1,038	1,125	---	6,219
103,317	---	---	103,317	---	---	---	103,317
---	---	32,983	74,439	---	---	---	74,439
---	---	---	49	10,000	---	---	10,049
---	---	---	15,697	---	---	---	15,697
---	---	---	27,233	---	---	---	27,233
100,546	---	---	153,166	---	---	---	153,166
---	---	---	4,299	---	---	---	4,299
---	---	---	2,590	---	1,355	1,537	5,482
297	---	---	1,289,649	3,190	5,023	---	1,297,862
330	---	---	53,746	---	---	---	53,746
9,436	---	---	13,516	2,438	776	---	16,730
12,374	---	---	19,380	---	---	---	19,380
---	---	---	9,106	---	---	---	9,106
---	---	14,284	35,065	---	---	---	35,065
52	---	24,264	28,175	---	---	---	28,175
345,302	---	---	345,302	---	---	---	345,302
553	---	35,303	1,619,471	---	8,521	---	1,627,992
---	---	5,972	5,972	---	---	---	5,972
---	---	2,281,421	2,281,421	---	---	---	2,281,421
573,307	---	2,442,502	6,265,366	19,382	20,567	2,788	6,308,103
---	1,461,108	---	1,461,108	21,074	---	---	1,482,182
---	---	---	1,561,578	---	83,896	20	1,645,494
---	---	---	9,198	---	---	1,977	11,175
---	---	---	(25,310)	---	---	---	(25,310)
---	---	---	1,146,557	---	91,717	---	1,238,274
---	---	---	75,495	---	---	---	75,495
8,757	---	---	332,815	---	---	---	332,815
---	---	---	22,928	---	---	---	22,928
11,242	---	---	11,242	---	---	---	11,242
3,078,278	---	---	3,078,278	---	---	---	3,078,278
---	---	---	193,254	---	---	---	193,254
311	---	---	874	---	---	---	874
941	---	---	350,998	1,356	---	---	352,354
2,335	---	---	161,579	---	---	---	161,579
3,101,864	1,461,108	---	8,380,594	22,430	175,613	1,997	8,580,634
\$ 3,675,171	\$ 1,461,108	\$ 2,442,502	\$ 14,645,960	\$ 41,812	\$ 196,180	\$ 4,785	\$ 14,888,737

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES, EXPENDABLE TRUST FUNDS AND DISCRETELY PRESENTED COMPONENT UNIT
Year Ended June 30, 2000
(In Thousands)

	General
REVENUES	
Property Taxes	\$ 144,288
Special Assessments	---
Sales Taxes	130,240
Other Local Taxes	94,809
Licenses and Permits	20,693
Fines, Forfeitures and Penalties	28,410
Revenue from Use of Money and Property	34,429
Revenue from Federal Agencies	1,644
Revenue from Other Agencies	83,821
Revenue from Private Sources	---
Charges for Current Services	77,469
Other Revenue	2,777
TOTAL REVENUES	618,580
EXPENDITURES	
Current:	
General Government	69,400
Community and Economic Development	14,661
Public Safety	348,869
Libraries	22,820
Parks, Recreation and Culture	49,850
Public Works	76,300
Housing and Community Development	---
Public Transportation	---
Employee Relations and Special Projects	637
Miscellaneous and Unallocated	1,881
Cost of Issuance, Bonds and Notes	---
Capital Projects	---
Debt Service:	
Principal Retirement	---
Interest	5,213
TOTAL EXPENDITURES	589,631
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	28,949
OTHER FINANCING SOURCES (USES)	
Transfers from Proprietary/Fiduciary Funds	2,117
Transfers from Other Funds	30,511
Transfers from Component Unit	324
Transfers from Primary Government	---
Transfers from Escrow Agent	---
Transfers to Proprietary Funds	(18,976)
Transfers to Other Funds	(27,520)
Transfers to Component Unit	(650)
Proceeds from Loans Payable	---
Proceeds of Revenue Bonds	---
Proceeds of Tax Allocation Bonds	---
TOTAL OTHER FINANCING SOURCES (USES)	(14,194)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	14,755
Fund Balances at Beginning of Year	39,651
FUND BALANCES AT END OF YEAR	\$ 54,406

The accompanying notes are an integral part of the financial statements.

THE CITY OF SAN DIEGO

ANNUAL FINANCIAL REPORT

Governmental Fund Types			Fiduciary Fund Type	Totals Primary Government (Memo- randum Only)	Component Unit San Diego Convention Center Corporation	Totals Reporting Entity (Memo- randum Only)
Special Revenue	Debt Service	Capital Projects	Expendable Trust			
\$ 15,042	\$ 13,997	\$ 5,721	\$ ---	\$ 179,048	\$ ---	\$ 179,048
7,855	10,602	---	---	18,457	---	18,457
43,274	---	25,108	---	198,622	---	198,622
76,332	---	---	---	171,141	---	171,141
5,861	---	3,827	---	30,381	---	30,381
2,731	---	---	---	31,141	---	31,141
30,578	10,806	45,153	302	121,268	6,830	128,098
45,062	---	6,183	---	52,889	---	52,889
13,034	93,874	23,830	3,025	217,584	7,743	225,327
16,953	288	65,141	4,203	86,585	---	86,585
17,531	---	---	---	95,000	13,948	108,948
8,362	---	4,323	---	15,462	411	15,873
282,615	129,567	179,286	7,530	1,217,578	28,932	1,246,510
6,346	241	7,364	---	83,351	---	83,351
1,628	---	---	---	16,289	---	16,289
47,072	---	1	67	396,009	---	396,009
3,417	---	---	83	26,320	---	26,320
55,873	---	504	109	106,336	22,606	128,942
73,485	---	2,624	35	152,444	---	152,444
13,535	---	---	---	13,535	---	13,535
14	---	---	---	14	---	14
7,124	---	---	---	7,761	---	7,761
33	---	---	---	1,914	---	1,914
---	360	---	---	360	---	360
16,392	---	396,715	109	413,216	9,081	422,297
1,300	41,727	---	---	43,027	---	43,027
1,516	120,891	---	---	127,620	---	127,620
227,735	163,219	407,208	403	1,388,196	31,687	1,419,883
54,880	(33,652)	(227,922)	7,127	(170,618)	(2,755)	(173,373)
116	---	---	---	2,233	---	2,233
86,236	39,755	51,086	---	207,588	---	207,588
2,272	---	---	---	2,596	---	2,596
---	---	---	---	---	3,476	3,476
---	457	---	---	457	---	457
(1,153)	---	(584)	---	(20,713)	---	(20,713)
(147,265)	(13,078)	(19,725)	---	(207,588)	---	(207,588)
(11,113)	---	---	---	(11,763)	---	(11,763)
---	---	3,711	---	3,711	---	3,711
10,174	1,931	---	---	12,105	---	12,105
7,264	4,090	---	---	11,354	---	11,354
(53,469)	33,155	34,488	---	(20)	3,476	3,456
1,411	(497)	(193,434)	7,127	(170,638)	721	(169,917)
197,828	158,585	907,300	2,972	1,306,336	635	1,306,971
\$ 199,239	\$ 158,088	\$ 713,866	\$ 10,099	\$ 1,135,698	\$ 1,356	\$ 1,137,054

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN UNDESIGNATED FUND BALANCES
BUDGET AND ACTUAL (BUDGETARY BASIS) - BUDGETED GOVERNMENTAL FUND TYPES
Year Ended June 30, 2000
(In Thousands)

	General Fund	
	Actual on Budgetary Basis	Budget
REVENUES		
Property Taxes	\$ 144,288	\$ 145,166
Special Assessments	---	---
Sales Taxes	130,240	122,379
Other Local Taxes	94,809	92,988
Licenses and Permits	20,693	20,313
Fines, Forfeitures and Penalties	28,410	27,241
Revenue from Use of Money and Property	34,429	31,725
Revenue from Federal Agencies	1,644	1,488
Revenue from Other Agencies	83,821	71,820
Revenue from Private Sources	---	---
Charges for Current Services	77,469	72,410
Other Revenue	2,777	3,823
TOTAL REVENUES	618,580	589,353
EXPENDITURES		
Current:		
General Government	72,422	75,159
Community and Economic Development	15,391	15,841
Public Safety	352,789	357,024
Libraries	23,341	23,853
Parks, Recreation and Culture	53,141	54,828
Public Works	79,456	80,462
Housing and Community Development	---	---
Public Transportation	---	---
Employee Relations and Special Projects	645	658
Miscellaneous and Unallocated	2,010	2,145
Capital Projects	---	---
Debt Service:		
Principal Retirement	---	---
Interest	5,213	5,213
TOTAL EXPENDITURES	604,408	615,183
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	14,172	(25,830)
OTHER FINANCING SOURCES (USES)		
Transfers from Proprietary/Fiduciary Funds	2,117	4,811
Transfers from Other Funds	30,511	43,973
Transfers from Component Unit	324	324
Transfers to Proprietary Funds	(18,976)	(18,976)
Transfers to Other Funds	(27,520)	(27,520)
Transfers to Component Unit	(650)	(650)
TOTAL OTHER FINANCING SOURCES (USES)	(14,194)	1,962
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	(22)	(23,868)
Fund Balances Undesignated at July 1, 1999	21,170	21,170
Reserved for Encumbrances at July 1, 1999	9,542	9,542
Reserved for Debt Service at July 1, 1999	---	---
Reserved for Debt Service at June 30, 2000	---	---
Designated for Subsequent Years' Expenditures at July 1, 1999	1,818	1,818
Designated for Subsequent Years' Expenditures at June 30, 2000	(2,972)	---
FUND BALANCES UNDESIGNATED AT June 30, 2000	\$ 29,536	\$ 8,662

The accompanying notes are an integral part of the financial statements.

THE CITY OF SAN DIEGO

ANNUAL FINANCIAL REPORT

Budgeted Special Revenue Funds		Budgeted Debt Service Funds		Budgeted Capital Projects Funds		Totals (Memorandum Only)		
Actual on Budgetary Basis	Budget	Actual on Budgetary Basis	Budget	Actual on Budgetary Basis	Budget	Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
\$ 4,312	\$ 4,638	\$ 2,303	\$ 2,359	\$ ---	\$ ---	\$ 150,903	\$ 152,163	\$ (1,260)
6,695	6,698	---	---	---	---	6,695	6,698	(3)
43,274	48,786	---	---	1,205	1,205	174,719	172,370	2,349
76,332	78,668	---	---	---	---	171,141	171,656	(515)
956	1,373	---	---	---	---	21,649	21,686	(37)
2,394	3,546	---	---	---	---	30,804	30,787	17
17,905	17,158	152	96	443	---	52,929	48,979	3,950
---	---	---	---	5,753	18,905	7,397	20,393	(12,996)
4,968	5,988	---	---	8,343	10,231	97,132	88,039	9,093
104	33	---	---	---	---	104	33	71
16,796	16,928	---	---	---	---	94,265	89,338	4,927
656	3,529	---	---	3,990	1,541	7,423	8,893	(1,470)
174,392	187,345	2,455	2,455	19,734	31,882	815,161	811,035	4,126
1,483	1,641	1	1	274	---	74,180	76,801	2,621
---	---	---	---	---	---	15,391	15,841	450
19,568	26,245	---	---	---	---	372,357	383,269	10,912
---	---	---	---	---	---	23,341	23,853	512
59,346	73,089	---	---	16	201	112,503	128,118	15,615
60,392	68,174	---	---	---	---	139,848	148,636	8,788
6,265	6,906	---	---	---	---	6,265	6,906	641
16	85	---	---	---	---	16	85	69
---	---	---	---	---	---	645	658	13
---	---	---	---	---	---	2,010	2,145	135
4,734	11,825	---	---	20,251	36,682	24,985	48,507	23,522
---	---	1,830	1,830	---	---	1,830	1,830	---
---	---	1,624	1,624	---	---	6,837	6,837	---
151,804	187,965	3,455	3,455	20,541	36,883	780,208	843,486	63,278
22,588	(620)	(1,000)	(1,000)	(807)	(5,001)	34,953	(32,451)	67,404
116	130	---	---	---	---	2,233	4,941	(2,708)
66,720	77,357	1,069	1,069	1,042	699	99,342	123,098	(23,756)
2,272	909	---	---	---	---	2,596	1,233	1,363
(1,153)	(1,208)	---	---	---	---	(20,129)	(20,184)	55
(106,775)	(114,462)	---	---	(1,154)	(1,154)	(135,449)	(143,136)	7,687
(7,076)	(7,077)	---	---	---	---	(7,726)	(7,727)	1
(45,896)	(44,351)	1,069	1,069	(112)	(455)	(59,133)	(41,775)	(17,358)
(23,308)	(44,971)	69	69	(919)	(5,456)	(24,180)	(74,226)	50,046
38,281	38,264	---	---	1,451	1,451	60,902	60,885	17
12,133	12,133	---	---	1,264	1,264	22,939	22,939	---
---	---	2,924	2,924	---	---	2,924	2,924	---
---	---	(2,993)	(2,993)	---	---	(2,993)	(2,993)	---
28,589	28,589	---	---	3,685	3,685	34,092	34,092	---
(11,351)	---	---	---	(1,787)	---	(16,110)	---	(16,110)
\$ 44,344	\$ 34,015	\$ ---	\$ ---	\$ 3,694	\$ 944	\$ 77,574	\$ 43,621	\$ 33,953

COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS/FUND BALANCES
ALL PROPRIETARY FUND TYPES AND SIMILAR TRUST FUNDS AND DISCRETELY PRESENTED COMPONENT UNITS
Year Ended June 30, 2000
(In Thousands)

Proprietary Fund Types

	Enterprise	Internal Service
OPERATING REVENUES		
Earnings on Investments	\$ ---	\$ ---
Sale of Water	200,793	---
Charges for Services	318,329	45,827
Contributions	2	45,512
Revenue from Use of Property	3,824	---
Usage Fees	50,895	27,245
Other	18,282	1,019
TOTAL OPERATING REVENUES	592,125	119,603
OPERATING EXPENSES		
Benefit and Claim Payments	---	49,425
Maintenance and Operations	250,726	39,249
Cost of Materials Issued	355	22,592
Cost of Water Purchased	92,281	---
Taxes	7,294	---
Administration	109,435	14,742
Depreciation and Amortization	58,988	9,201
TOTAL OPERATING EXPENSES	519,079	135,209
OPERATING INCOME (LOSS)	73,046	(15,606)
NONOPERATING REVENUES (EXPENSES)		
Earnings on Investments	32,262	491
Federal Grant Assistance	19	---
Other Agency Grant Assistance	2,201	---
Debt Service Interest Payments	(72,669)	(820)
Cost of Issuance of Long - Term Debt	(1,204)	---
Gain (Loss) on Sale/Retirement of Fixed Assets	1,753	910
Other	3,150	1,039
TOTAL NONOPERATING REVENUES (EXPENSES)	(34,488)	1,620
INCOME (LOSS) BEFORE OPERATING TRANSFERS	38,558	(13,986)
Operating Transfers In	---	5,171
Transfers from Governmental Funds	584	20,129
Transfers from Primary Government	---	---
Operating Transfers Out	(2,415)	(2,756)
Transfers to Governmental Funds	(1,721)	(7)
Transfers to Primary Government	---	---
Distribution to Partner	---	---
NET INCOME (LOSS)	35,006	8,551
Retained Earnings/Fund Balances at Beginning of Year as Restated	1,083,326	3,562
RETAINED EARNINGS/FUND BALANCES AT END OF YEAR	\$ 1,118,332	\$ 12,113

The accompanying notes are an integral part of the financial statements.

Fiduciary Fund	Totals Primary Government	Component Unit	Component Unit	Totals
Nonexpendable Trust	(Memo- randum Only)	San Diego Housing Commission	San Diego Medical Services Enterprise, LLC	(Memorandum Only)
\$ 45	\$ 45	\$ ---	\$ ---	\$ 45
---	200,793	---	---	200,793
68	364,224	6,430	25,047	395,701
35	45,549	---	---	45,549
---	3,824	---	---	3,824
---	78,140	---	---	78,140
---	19,301	4,032	---	23,333
148	711,876	10,462	25,047	747,385
---	49,425	---	---	49,425
30	290,005	79,432	23,396	392,833
---	22,947	---	---	22,947
---	92,281	---	---	92,281
---	7,294	---	---	7,294
3	124,180	2,355	---	126,535
---	68,189	2,828	---	71,017
33	654,321	84,615	23,396	762,332
115	57,555	(74,153)	1,651	(14,947)
---	32,753	2,615	---	35,368
---	19	70,577	---	70,596
---	2,201	2,328	---	4,529
---	(73,489)	---	---	(73,489)
---	(1,204)	---	---	(1,204)
---	2,663	345	---	3,008
---	4,189	---	---	4,189
---	(32,868)	75,865	---	42,997
115	24,687	1,712	1,651	28,050
---	5,171	---	---	5,171
---	20,713	---	---	20,713
---	---	7,637	650	8,287
---	(5,171)	---	---	(5,171)
(505)	(2,233)	---	---	(2,233)
---	---	---	(2,596)	(2,596)
---	---	---	(2,271)	(2,271)
(390)	43,167	9,349	(2,566)	49,950
11,899	1,098,787	82,368	4,543	1,185,698
\$ 11,509	\$ 1,141,954	\$ 91,717	\$ 1,977	\$ 1,235,648

COMBINED STATEMENT OF CASH FLOWS
ALL PROPRIETARY FUND TYPES AND NONEXPENDABLE TRUST FUND AND DISCRETELY PRESENTED COMPONENT UNITS
Year Ended June 30, 2000
(In Thousands)

	Proprietary Fund Types	
	Enterprise	Internal Service
CASH FLOWS FROM OPERATING ACTIVITIES		
Operating Income (Loss)	\$ 73,046	\$ (15,606)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided By (Used For) Operating Activities:		
Earnings on Investments Included in Operating Income	---	---
Depreciation and Amortization	58,988	9,201
Changes in Assets and Liabilities:		
(Increase) Decrease in Receivables:		
Accounts and Special Assessments - Net	(29,722)	(472)
Claims - Net	---	(22)
Notes - Net	---	---
From Other Funds	(5,166)	---
From Other Agencies	---	---
From Primary Government	---	---
(Increase) Decrease in Inventories	(3,212)	(563)
(Increase) Decrease in Deferred Charges	---	---
(Increase) Decrease in Prepaid and Reimbursable Items and Deposits	57,967	(9)
Increase (Decrease) in Accounts Payable	19,387	205
Increase (Decrease) in Accrued Wages and Benefits	2,506	834
Increase (Decrease) in Other Accrued Liabilities	458	---
Increase (Decrease) in Liability Claims	(4,237)	2,539
Increase (Decrease) in Due to Other Agencies	371	---
Increase (Decrease) in Deferred Revenue	3,456	(11)
Increase (Decrease) in Net Pension Liabilities	1,209	233
Increase (Decrease) in Estimated Landfill Closure and Postclosure Care	867	---
Other Nonoperating Revenue (Expenses)	3,150	1,039
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES	179,068	(2,632)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Operating Transfers In	---	5,171
Transfers from Governmental Funds	584	20,129
Transfers from Primary Government	---	---
Operating Transfers Out	(2,415)	(2,756)
Transfers to Governmental Funds	(1,721)	(7)
Transfers to Primary Government	---	---
Distribution to Partner	---	---
Operating Grants Received	8,185	---
Proceeds from Advances and Deposits	3,342	8,676
Payments for Advances and Deposits	(2,937)	(19)
NET CASH PROVIDED BY (USED FOR) NONCAPITAL FINANCING ACTIVITIES	5,038	31,194

The accompanying notes are an integral part of the financial statements.

Fiduciary Fund Type	Totals Primary Government	Component Unit	Component Unit	Totals
Nonexpendable Trust	(Memo- randum Only)	San Diego Housing Commission	San Diego Medical Services Enterprise, LLC	(Memorandum Only)
\$ 115	\$ 57,555	\$ (74,153)	\$ 1,651	\$ (14,947)
(45)	(45)	---	---	(45)
---	68,189	2,828	---	71,017
(19)	(30,213)	(474)	136	(30,551)
---	(22)	---	---	(22)
---	---	(9,610)	---	(9,610)
---	(5,166)	---	1,362	(3,804)
---	---	4,857	---	4,857
---	---	(2,128)	---	(2,128)
---	(3,775)	(89)	---	(3,864)
---	---	---	768	768
---	57,958	(684)	(4)	57,270
(1)	19,591	(578)	509	19,522
---	3,340	115	---	3,455
---	458	910	---	1,368
---	(1,698)	---	---	(1,698)
---	371	(1,937)	547	(1,019)
---	3,445	4,793	---	8,238
---	1,442	---	---	1,442
---	867	---	---	867
---	4,189	---	---	4,189
50	176,486	(76,150)	4,969	105,305
---	5,171	---	---	5,171
---	20,713	---	---	20,713
---	---	7,637	650	8,287
---	(5,171)	---	---	(5,171)
(505)	(2,233)	---	---	(2,233)
---	---	---	(2,596)	(2,596)
---	---	---	(2,271)	(2,271)
---	8,185	72,905	---	81,090
---	12,018	---	---	12,018
---	(2,956)	---	---	(2,956)
(505)	35,727	80,542	(4,217)	112,052

Continued on next page

COMBINED STATEMENT OF CASH FLOWS
ALL PROPRIETARY FUND TYPES AND NONEXPENDABLE TRUST FUND AND DISCRETELY PRESENTED COMPONENT UNITS
Year Ended June 30, 2000
(In Thousands)

	Proprietary Fund Types	
	Enterprise	Internal Service
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds from Issuance of Long-Term Debt	\$ 149,348	\$ 7,540
Proceeds from Contributed Capital	65,170	---
Acquisition of Fixed Assets	(299,758)	(18,809)
Proceeds from the Sale of Fixed Assets	275	966
Principal Payment on Capital Lease	(866)	(3,701)
Principal Paid on Long-Term Debt	(24,211)	---
Interest Paid on Long-Term Debt	(75,922)	(752)
NET CASH PROVIDED BY (USED FOR)		
CAPITAL AND RELATED FINANCING ACTIVITIES	(185,964)	(14,756)
CASH FLOWS FROM INVESTING ACTIVITIES		
(Purchase)Sale of Investments	---	---
Interest and Dividends Received on Investments	29,424	421
NET CASH PROVIDED BY (USED FOR)		
INVESTING ACTIVITIES	29,424	421
Net Increase (Decrease) in Cash and Cash Equivalents	27,566	14,227
Cash and Cash Equivalents at Beginning of Year	582,953	54,628
CASH AND CASH EQUIVALENTS AT END OF YEAR	\$ 610,519	\$ 68,855

The accompanying notes are an integral part of the financial statements.

Fiduciary Fund Type		Totals Primary Government	Component Unit	Component Unit San Diego Medical Services Enterprise, LLC	Totals
Nonexpendable Trust		(Memo- randum Only)	San Diego Housing Commission		(Memorandum Only)
\$	---	\$ 156,888	\$ ---	\$ ---	\$ 156,888
	---	65,170	---	---	65,170
	---	(318,567)	(2,042)	---	(320,609)
	---	1,241	345	---	1,586
	---	(4,567)	---	---	(4,567)
	---	(24,211)	(111)	---	(24,322)
	---	(76,674)	---	---	(76,674)
	---	(200,720)	(1,808)	---	(202,528)
	61	61	(5,799)	---	(5,738)
	261	30,106	2,615	---	32,721
	322	30,167	(3,184)	---	26,983
	(133)	41,660	(600)	752	41,812
	651	638,232	1,726	1,873	641,831
\$	518	\$ 679,892	\$ 1,126	\$ 2,625	\$ 683,643

COMBINED STATEMENT OF CHANGES IN PLAN NET ASSETS
Year Ended June 30, 2000
(In Thousands)

	Pension Trust
ADDITIONS	
Contributions	\$ 149,267
Earnings on Investments	389,205
Other Income	308
TOTAL OPERATING ADDITIONS	538,780
DEDUCTIONS	
Benefit and Claim Payments	138,540
Administration	4,362
Depreciation	22
TOTAL OPERATING DEDUCTIONS	142,924
NET INCREASE	395,856
NET ASSETS AT BEGINNING OF YEAR	2,684,400
NET ASSETS AT END OF YEAR	\$ 3,080,256



NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2000

1. SUMMARY OF SIGNIFICANT POLICIES

The City of San Diego (the "City") adopted its charter on April 7, 1931 and operates as a municipality in accordance with State laws. The City is governed by an elected nine member City Council, including the Mayor. Residents of the City are provided with a wide range of services including parks, recreation, police, fire, water and sewer services.

The accounting policies of the City conform to generally accepted accounting principles ("GAAP") as applicable to governmental units. The following is a summary of the more significant of such policies:

a. Scope of Financial Reporting Entity

As required by generally accepted accounting principles, these financial statements present the government and its component units, entities for which the government is considered to be financially accountable.

Blended component units, although legally separate entities, are, in substance, part of the government's operations and so data from these units are combined with data of the primary government. Component units should be included in the reporting entity financial statements using the blending method if either of the following criteria are met:

- i. The component unit's governing body is substantively the same as the governing body of the primary government (the City).
- ii. The component unit provides services entirely, or almost entirely, to the primary government or otherwise exclusively, or almost exclusively, benefits the primary government even though it does not provide services directly to it.

Included within the reporting entity as blended component units:

- Centre City Development Corporation
- City of San Diego Metropolitan Transit Development Board Authority (a joint-powers agency)
- Convention Center Expansion Financing Authority
- Public Facilities Financing Authority
- Redevelopment Agency of the City of San Diego
- San Diego Data Processing Corporation
- San Diego Facilities and Equipment Leasing Corporation
- San Diego Industrial Development Authority
- San Diego Open Space Park Facilities District #1
- Southeastern Economic Development Corporation

1. SUMMARY OF SIGNIFICANT POLICIES (Continued)

A brief description of each blended component unit follows:

- Centre City Development Corporation, Inc. is a not-for-profit public benefit corporation organized in 1975 by the City to administer certain redevelopment projects in downtown San Diego and to provide redevelopment advisory services to the Redevelopment Agency of the City of San Diego. Centre City Development Corporation's budget and Governing Board are approved by the City Council and services are provided exclusively to the City.
- City of San Diego Metropolitan Transit Development Board Authority was established in 1988 by a joint exercise of powers agreement between the City and the San Diego Metropolitan Development Board. The City of San Diego Metropolitan Transit Development Board Authority was created to acquire, construct, maintain, repair, manage, operate and control facilities, to provide public capital improvements including public mass transit guideways, public transit systems and related transportation facilities primarily benefiting the City. The City appoints two Councilmembers to the Governing Board and the San Diego Metropolitan Development Board appoints one. The Authority provides services almost entirely to the City.
- The Convention Center Expansion Financing Authority (the "Authority") is a joint powers authority formed under and pursuant to Section 6500 et seq. of the California Government Code and a Joint Exercise of Powers Agreement dated as of May 1, 1996, between the City and the San Diego Unified Port District (the "District"). The Authority was established to assist the City and the District with respect to the financing, acquisition and construction of an expansion to the existing convention center. The Governing Board is administered by the Mayor, the City Manager, the District Director and a member of the Board of District Commissioners.
- The Public Facilities Financing Authority was established in 1991 by a joint exercise of powers agreement between the City and the Redevelopment Agency of the City of San Diego to acquire, construct, maintain, repair, manage, operate and control facilities for public capital improvements. The Public Facilities Financing Authority provides services exclusively to the City.
- The Redevelopment Agency of the City of San Diego was established by the City in 1958 in order to provide a method for revitalizing deteriorating and blighted areas of the City and began functioning in 1969 under the authority granted by the community redevelopment law. The City Council is the Governing Board and the Redevelopment Agency of the City of San Diego provides services exclusively to the City.
- San Diego Data Processing Corporation was formed in 1979 as a not-for-profit public benefit corporation for the purpose of providing data processing services to public agencies, primarily the City, which is the sole member. The San Diego Data Processing Corporation's budget and Governing Board are approved by the City Council. San Diego Data Processing Corporation provides services almost exclusively to the City.
- The San Diego Facilities and Equipment Leasing Corporation is a not-for-profit public benefit corporation established in 1987 by the City for the purpose of acquiring and leasing to the City real and personal property to be used in the municipal operations of the City. The City Council is the Governing Board and the benefit is exclusively to the City.
- The San Diego Industrial Development Authority was established in 1983 by the City for the purpose of providing an alternate method of financing to participating parties for economic development purposes. The City Council is the Governing Board and benefit is exclusively to the City.

1. SUMMARY OF SIGNIFICANT POLICIES (Continued)

- The San Diego Open Space Park Facilities District #1 was established in 1978 by the City for the purpose of acquiring open space properties to implement the Open Space Element of the City's General Plan. The boundaries are contiguous with the City's. The City Council is the Governing Board and the benefit is exclusively to the City.
- Southeastern Economic Development Corporation, Inc. is a not-for-profit public benefit corporation organized in 1980 by the City to administer certain redevelopment projects in southeast San Diego and to provide redevelopment advisory services to the Redevelopment Agency of the City of San Diego. Southeastern Economic Development Corporation's budget and Governing Board are approved by the City Council and services are provided exclusively to the City.

Discretely presented component units, also legally separate entities, have financial data reported in a separate column from the financial data of the primary government to demonstrate they are financially and legally separate from the primary government. Component units should be discretely presented in the reporting entity financial statements when neither of the above two criteria are met.

Included within the reporting entity as discretely presented component units:

- San Diego Convention Center Corporation ("SDCCC")

SDCCC is a non-profit public benefit corporation originally organized to market, operate and maintain the San Diego Convention Center. On July 1, 1993, SDCCC assumed similar responsibility for the San Diego Concourse as well. The City is a sole member of SDCCC and acts through the San Diego City Council in accordance with the City Charter and the City's Municipal Code. The City appoints seven voting members out of the nine-member Board of Directors of SDCCC. The City is liable for any operating deficits and would be secondarily liable for any debt issuances of SDCCC (currently, there is no debt outstanding). SDCCC is discretely presented because it provides services direct to the citizenry.

- San Diego Housing Commission ("SDHC")

SDHC, a government agency was formed by the City of San Diego (the "City"), under ordinance No. 2515 on December 5, 1978 in accordance with the Housing Authority Law of the State of California. SDHC primarily serves low income families by providing rental assistance payments, rental housing, loans and grants to individuals and not-for-profit organizations and other services. SDHC is discretely presented because it provides services directly to the citizenry.

- San Diego Medical Services Enterprise, LLC ("SDMSE")

The SDMSE was organized on May 2, 1997 to provide emergency medical services and medical transportation services to the citizens of San Diego. Operations began July 1, 1997. The SDMSE partners are the City of San Diego and Rural Metro of San Diego, Inc., a wholly owned subsidiary of Rural Metro Corporation (a private corporation). The SDMSE governing board is comprised of five members, three of whom are appointed by the City. The City is financially obligated for any deficits and debt of SDMSE up to a maximum of \$6,500,000 over five years. The SDMSE is discretely presented because it provides services direct to the citizenry.

1. SUMMARY OF SIGNIFICANT POLICIES (Continued)

Complete financial statements for each of the individual component units may be obtained from the City Auditor and Comptroller's office.

Each blended and discretely presented component unit has a June 30 year end.

b. Basis of Presentation

The accounts of the City are organized on the basis of funds or account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance/retained earnings, revenues and expenditures/expenses. The various funds are summarized by type in the financial statements. The following fund types and account groups are used by the City:

GOVERNMENTAL FUND TYPES

Governmental Fund Types are those through which most governmental functions of the City are financed. The acquisition, use, and balances of the City's expendable financial resources and the related liabilities (except those accounted for in Proprietary Fund Types) are accounted for through Governmental Fund Types. The measurement focus is upon determination of financial position and changes in financial position, rather than upon net income determination. The following are the City's Governmental Fund Types:

General Fund - The General Fund is the general operating fund of the City. It is used to account for all financial resources, except those required to be accounted for in another fund.

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than those for expendable trusts or for major capital projects) that are legally restricted to expenditures for specific purposes.

Debt Service Funds - Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

Capital Projects Funds - Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Fund Types and certain trust funds).

PROPRIETARY FUND TYPES

Proprietary Fund Types are used to account for the City's ongoing organizations and activities which are similar to those often found in the private sector and are accounted for on the flow of economic resources measurement focus and use the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. The City adopts all applicable Financial Accounting Standards Board ("FASB") Statements and Interpretations issued on or before November 30, 1989, in accounting and reporting for its proprietary operations unless those pronouncements conflict with or contradict Governmental Accounting Standards Board ("GASB") pronouncements. The measurement focus is upon determination of net income, financial position and changes in cash flows. The following are the City's Proprietary Fund Types:

1. SUMMARY OF SIGNIFICANT POLICIES (Continued)

Enterprise Funds - Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

Internal Service Funds - Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City, or to other governmental units, on a cost-reimbursement basis.

FIDUCIARY FUND TYPES

Fiduciary Fund Types are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds:

Trust and Agency Funds - Trust and Agency Funds include Expendable, Nonexpendable, Pension Trust and Agency Funds. Nonexpendable and Pension Trust Funds are accounted for and reported in the same manner as Proprietary Fund Types since capital maintenance is critical. Expendable Trust and Agency Funds are accounted for and reported similar to Governmental Fund Types.

ACCOUNT GROUPS

Account Groups are used to establish accounting control and accountability for the City's general fixed assets and general long-term debt. The following are the City's account groups:

General Fixed Assets Account Group - This account group is established to account for all fixed assets of the City, other than those accounted for in the Proprietary Fund Types.

General Long-Term Debt Account Group - This account group is established to account for all long-term debt of the City, except for that accounted for in the Proprietary Fund Types.

c. Basis of Accounting

Governmental Fund Types, Expendable Trust and Agency Funds:

The modified accrual basis of accounting is followed in the Governmental Fund Types, Expendable Trust and Agency Funds. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, i.e., both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period.

Revenues which are considered susceptible to accrual include real and personal property taxes, other local taxes, refuse collection franchise fees, fines, forfeitures and penalties, motor vehicle license fees, interest and state and federal grants and subventures. In applying the susceptible to accrual concept to state and federal revenues, the legal and contractual requirements of the numerous individual programs are used as guidance.

Licenses and permits, charges for services, and miscellaneous revenues are recorded as revenues when received in cash because they are generally not measurable until actually received.

1. SUMMARY OF SIGNIFICANT POLICIES (Continued)

Expenditures are recognized when the related fund liability is incurred except for (1) principal and interest of general long-term debt which are recognized when due; and (2) employee annual leave and claims and judgments from litigation and self-insurance which are recorded in the period due and payable since such amounts will not currently be liquidated with expendable available financial resources. The total future liability is reflected in the General Long-Term Debt Account Group.

SDCCC, a discretely presented component unit, is accounted for under the modified accrual basis of accounting.

Proprietary Fund Types, Pension Trust and Nonexpendable Trust Funds:

The accrual basis of accounting is used in all Proprietary Fund Types, Pension Trust and Nonexpendable Trust Funds. Under the accrual basis of accounting, revenues are recognized when earned, and expenses are recorded when incurred. Estimated unbilled revenues from the Water and Sewer Utility (Enterprise) Funds are recognized at the end of each fiscal year. This estimated amount is based on billings during the month following the close of the fiscal year.

The City reports deferred revenue on its combined balance sheet. Deferred revenues arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when resources are received by the City before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods when both revenue recognition criteria are met, or when the City has a legal claim to the resources, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized.

SDHC, a discretely presented component unit, is accounted for under the accrual basis of accounting.

SDMSE, a discretely presented component unit, is accounted for under the accrual basis of accounting.

d. Property Taxes

The County of San Diego (the "County") bills and collects property taxes on behalf of numerous special districts and incorporated cities, including the City. The City's collection of current year's taxes are received through periodic apportionments from the County.

The County's tax calendar is from July 1 to June 30. Property taxes attach as a lien on property on March 1. Taxes are levied on July 1 and are payable in two equal installments on November 1 and February 1, and become delinquent after December 10 and April 10, respectively.

Since the passage of California's Proposition 13, beginning with Fiscal Year 1978-79 general property taxes are based either on a flat 1% rate applied to the 1975-76 full value of the property or on 1% of the sales price of any property sold or of the cost of any new construction after the 1975-76 valuation. Taxable values of properties (exclusive of increases related to sales and new construction) can rise at a maximum of 2% per year.

This Proposition 13 limitation on general property taxes does not apply to taxes levied to pay the debt service on any indebtedness approved by the voters prior to June 6, 1978 (the date of passage of Proposition 13).

1. SUMMARY OF SIGNIFICANT POLICIES (Continued)

Property tax revenue is recognized in the fiscal year for which the taxes have been levied, provided the taxes are received within 60 days of the end of the fiscal year. Property taxes received after this date are not considered available as a resource that can be used to finance the current year operations of the City and, therefore, are not recorded as revenue until collected.

The City provides an allowance for uncollected property taxes of 3% of the outstanding balance which is reflective of historical collections.

e. Budgetary Data

On or before the first meeting in May of each year, the City Manager submits to the City Council a proposed operating and capital improvements budget for the fiscal year commencing July 1. Such budget includes annual budgets for the following funds:

General Fund

Special Revenue Funds:

City of San Diego:

Acquisition, Improvement and Operation

Environmental Growth Funds:

Two-Thirds Requirement

One-Third Requirement

Police Decentralization

Public Transportation

Qualcomm Stadium Operations

Special Gas Tax Street Improvement

Street Division Operations

Transient Occupancy Tax

Zoological Exhibits

Other Special Revenue

Centre City Development Corporation

Southeastern Economic Development Corporation

Debt Service Funds:

City of San Diego:

Pre-Arrestment Detention Facility

Public Safety Communications Project

Capital Projects Funds:

City of San Diego:

Capital Outlay

Public hearings are then conducted to obtain citizen comments on the proposed budget. During the month of July the budget is legally adopted through passage of an appropriation ordinance by the City Council.

Budgets are prepared on the modified accrual basis of accounting except that (1) encumbrances outstanding at year-end are considered as expenditures and (2) the increase/decrease in reserve for advances and deposits to other funds and agencies are considered as additions/deductions of expenditures.

1. SUMMARY OF SIGNIFICANT POLICIES (Continued)

The City budget is prepared net of obligations under reverse repurchase agreement interest expense. For budgetary purposes, obligations under reverse repurchase agreement interest expense is considered a reduction of interest earnings.

Budgetary control for the City's General Fund is exercised at the salaries and wages and non-personnel expenditures level. Budgetary control for the other budgeted funds, including those of certain component units, is maintained at the total fund appropriation level. All amendments to the adopted budget require City Council approval except as delegated in the Annual Appropriation Ordinance.

Reported budget figures are as originally adopted or subsequently amended plus prior year continuing appropriations. Such budget amendments during the year, including those related to supplemental appropriations, did not cause these reported budget amounts to be significantly different than the originally adopted budget amounts. Appropriations lapse at year-end to the extent that they have not been expended or encumbered.

The following is a reconciliation of the excess (deficiency) of revenues over expenditures prepared on the GAAP basis to that prepared on the budgetary basis (in thousands):

	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Debt Service Funds</u>	<u>Capital Projects Funds</u>
Excess (Deficiency) of Revenues and Other Financing Sources over Expenditures and Other Financing Uses - GAAP Basis	\$14,755	\$1,411	(\$497)	(\$193,434)
Add (Deduct) - (Excess) Deficiency of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses - GAAP Basis for Non-Budgeted Funds	0	(7,650)	566	195,311
Budgeted Funds: Deduct: Encumbrances Outstanding, June 30, 2000	(11,628)	(13,148)	0	(2,796)
Reserved for Advances and Deposits, June 30, 2000	(10,270)	(12,646)	0	0
Add - Reserved for Advances and Deposits, June 30, 1999	<u>7,121</u>	<u>8,725</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses - Budgetary Basis	<u>(\$22)</u>	<u>(\$23,308)</u>	<u>\$ 69</u>	<u>(\$919)</u>

1. SUMMARY OF SIGNIFICANT POLICIES (Continued)**f. Encumbrances**

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary control in the budgeted Governmental Fund Types.

Encumbrances outstanding at year-end are reported as reservations of fund balances since the commitments will be honored through subsequent years' continuing appropriations. Encumbrances do not constitute expenditures or liabilities for GAAP reporting purposes.

g. Investments

At July 1, 1997, the City and its blended and discretely presented component units adopted GASB Statement No. 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools," which requires certain investments to be reported at fair value. At June 30, 2000, all such investments are presented at fair value.

h. Inventories

Inventories, which consist of both water in storage and operating supplies, are valued at the lower of cost or market. Such inventories are expensed when consumed.

i. Restricted Assets

Proceeds from debt issuances, funds set aside for payment of Enterprise Fund revenue bonds and SDHC deposits servicing low interest construction and rehabilitation loans made by various banks are classified as restricted assets since their use is limited by applicable bond indentures.

The City is required by state and federal laws and regulations to make annual contributions to finance the closure and postclosure care of its Miramar landfill. Such contributions are presented in the Enterprise Fund financial statements as restricted cash or equity in pooled cash and investments.

j. Land Held for Resale

All property purchases by the Redevelopment Agency are charged to Capital Outlay Expenditures. Land held for resale is capitalized in the Special Revenue and Capital Projects Funds on the lower of acquisition cost or estimated resale value. Fund balances and reserved amounts are equal to the carrying value of land held for resale because such assets are not available to finance the Agency's current operations.

k. Fixed Assets**General Fixed Assets:**

General fixed assets are those acquired for general governmental purposes. Assets purchased are recorded as expenditures in the Governmental Fund Types and capitalized at cost in the General Fixed Assets Account Group. Donated fixed assets are recorded in general fixed assets at estimated fair market value at the date of donation. Certain assets for which actual costs are not practically determined have been valued on the basis of a professional valuation which determined their estimated historical cost.

1. SUMMARY OF SIGNIFICANT POLICIES (Continued)

Fixed assets comprising the infrastructure of the City, including roads, bridges, pools, curbs and gutters, streets and sidewalks, drainage systems, and lighting systems, have not been capitalized. Such infrastructure assets normally are immovable and of value only to the City. Therefore, the purpose of stewardship and cumulative accountability for capital expenditures is satisfied without recording these assets.

No depreciation has been provided on general fixed assets.

Proprietary Fund Type Fixed Assets:

Fixed assets owned by the Proprietary Fund Types are stated at cost if purchased or constructed, or at estimated fair market value if received as a donation. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Structures and improvements	30-40 years
Plants, dams, canals, laterals and equipment	3-150 years

l. Interagency Current Receivables, Payables and Long-Term Debt

For reporting purposes, the City considers interagency long-term loans to be operating transfers. Accordingly, "loans receivable" are classified as "transfers out" while "loans payable" are classified as "transfers in". Interest on loans are recorded only when due. Loan amounts, including interest, are noted in the footnotes to this report. When loans are repaid, such transactions are also recorded as "transfers out" (typically from the Debt Service Fund) and "transfers in," and the loan balance is reduced in the footnotes. Interagency current receivables and payables are classified as accounts "receivable from" and "due to" other funds.

m. Long-Term Liabilities

Long-term liabilities expected to be financed in future years from Governmental Fund Types are accounted for in the General Long-Term Debt Account Group. Long-term liabilities of all Proprietary Fund Types are accounted for in their respective funds.

n. Employee Annual Leave

The City provides combined annual leave to cover both vacation and sick leave. It is the City's policy to permit employees to accumulate between 6.25 weeks and 17.5 weeks, depending on hire date, of earned but unused annual leave. Accumulation of these earnings will be paid to employees upon separation from service.

In addition, sick leave earned through August 1981 by employees hired prior to July 1, 1975 is payable upon separation under the following conditions: (1) 50% of the employee's accrued amount upon retirement or death, or (2) 25% of the employee's accrued amount upon resignation.

In Governmental Fund Types and Expendable Trust Funds, the costs for annual leave that are expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. Amounts not expected to be liquidated with expendable available financial resources are reported in the General Long-Term Debt Account Group. No expenditure is reported for these amounts. In Proprietary Fund Types, annual leave benefits are recorded as a liability in the period earned.

1. SUMMARY OF SIGNIFICANT POLICIES (Continued)**o. Claims and Judgments**

In Governmental Fund Types, the costs of claims and judgments are recorded as expenditures when payments are made. The liability for anticipated future claims is recorded in the General Long-Term Debt Account Group in recognition of the City's obligation to fund such costs from future operations. In Proprietary Fund Types, the costs of claims and judgments are recorded when the liability is incurred and measurable.

p. Fund Equity

Portions of fund equity have been reserved for specific purposes. Reservations were created to either (1) satisfy legal covenants that require a portion of the fund balance to be segregated or (2) identify the portion of the fund balance that is not appropriable for future expenditures.

Designated fund balance indicates that portion of fund equity for which the City has made tentative plans.

Undesignated fund balance indicates that portion of fund equity which is available for appropriation in future periods.

q. Statement of Cash Flows

All of the related City's restricted and unrestricted "Cash or Equity in Pooled Cash and Investments" and "Cash with Custodian/Fiscal Agent" are classified as cash and cash equivalents, since they are readily convertible to known amounts of cash or are so close to their maturity that they present an insignificant risk of changes in value because of fluctuations in interest rates.

r. Memorandum Only - Total Columns on Combined Statements

Amounts in the "Total - Memorandum Only" columns in the combined financial statements are presented to aggregate financial data. The total includes fund types and account groups that use different bases of accounting and the captions "Amount Available for Payment of General Long-Term Debt" and "Amount to be Provided for Retirement of Long-Term Debt" which are not assets in the usual sense.

Data in these columns do not present financial position or results of operations in conformity with generally accepted accounting principles, nor is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

s. Comparative Data

Comparative total data for the prior year have been presented in the accompanying combining financial statements in order to provide an understanding of changes in the City's financial position and operations. However, comparative data have not been presented in the combined statements because their inclusion would make certain statements unduly complex and difficult to understand.

t. Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of certain assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the related reported amounts of revenues and expenses during the reporting period.

1. SUMMARY OF SIGNIFICANT POLICIES (Continued)

Actual results could differ from those estimates. Management believes that the estimates are reasonable.

u. Reclassification

Certain prior year amounts have been reclassified to conform with current year presentation.

2. CASH AND INVESTMENTS

As provided for by the Government Code, the cash balance of substantially all funds are pooled and invested by the City Treasurer for the purpose of increasing interest earnings through investment activities. The respective funds' shares of the total pooled cash and investments are included in the accompanying combined balance sheet under the caption "Cash or Equity in Pooled Cash and Investments." Interest earned on pooled investments is deposited to certain participating funds based upon each fund's average daily deposit balance during the allocation period with all remaining interest deposited to the General Fund.

"Cash With Custodian/Fiscal Agent" represents funds held by bank trustees on behalf of the City and its component units. For several component units, the purpose of these accounts is to invest cash related to certain outstanding long-term debts and to distribute principal and interest payments to debtholders. For other component units and the City, the purpose of these accounts is solely to distribute principal and interest payments to debtholders.

"Investments at Fair Value" represent investments of the City and San Diego City Employees Retirement System (SDCERS). Reporting of investments at fair value is in accordance with GASB's 25, 27, and 31 "Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans," "Accounting for Pensions by State and Local Governmental Employers," and "Accounting and Financial Reporting for Certain Investments and for External Investment Pools," respectively.

SDCERS has, via a securities lending authorization agreement, authorized a fiscal agent to lend its securities to broker-dealers and banks pursuant to a form of loan agreement.

During the Fiscal Year, the fiscal agent lent Domestic and International Fixed Income and Equity Portfolios and received cash (United States and foreign currency), securities issued or guaranteed by the United States government, sovereign debt rated A or better, Canadian provincial debt, convertible bonds, and irrevocable letters of credit as collateral. The fiscal agent did not have the ability to pledge or sell collateral securities delivered absent a borrower default. Borrowers were required to deliver collateral for each loan equal to: (i) in the case of loaned securities denominated in United States dollars or whose primary trading market was located in the United States or sovereign debt issued by foreign governments, 101.5% of the market value of the loaned securities; and (ii) in the case of loaned securities not denominated in United States dollars or whose primary trading market was not located in the United States, 104.5% of the market value of the loaned securities.

SDCERS did not impose any restrictions during the Fiscal Year on the amount of the loans that the fiscal agent made on its behalf and the fiscal agent indemnified SDCERS by agreeing to purchase replacement securities or return cash collateral in the event borrower failed to return a loaned security or pay distributions thereon. There were no such failures by any borrowers to return loaned securities or pay distributions thereon during the Fiscal Year. Moreover, there were no losses during the Fiscal Year resulting from a default of the borrowers or the fiscal agent.

2. CASH AND INVESTMENTS (Continued)

During the Fiscal Year, SDCERS and the borrowers maintained the right to terminate all securities lending transactions on demand. The cash collateral received on each loan was invested, together with the cash collateral of other qualified tax-exempt plan lenders, in a collective investment pool. As of June 30, 2000, such investment pool had an average duration of 76 days and an average weighted maturity of 416 days. Because the loans were terminable at will, their duration did not generally match the duration of the investments made with cash collateral. On June 30, 2000, SDCERS had no credit risk exposure to borrowers. The collateral held and the market value of securities on loan for SDCERS as of June 30, 2000 were \$261,735,354 and \$252,608,000, respectively.

Aggregate cash and investments are as follows at June 30, 2000 (in thousands):

	<u>Total</u>
Cash or equity in pooled cash and investments	\$1,586,043
Cash with custodian/fiscal agent, including restricted cash with custodian	16,433
Investments at fair value	3,672,710
Restricted pooled cash and investments	<u>20,464</u>
Total	<u>\$5,295,650</u>

Deposits

At June 30, 2000, the carrying amount of the City's cash or equity in pooled cash deposits (cash, non-negotiable certificates of deposit and money market funds) was approximately \$172,653,000 and the net balance per various financial institutions was approximately \$192,145,000 the difference of which is substantially due to deposits in transit and outstanding checks. Of the balance in financial institutions, approximately \$560,000 was covered by federal depository insurance and approximately \$191,585,000 was uninsured. Such uninsured deposits are with financial institutions which are individually legally required to have government deposits collateralized with government securities held by the pledging financial institution's trust departments in the government's name. The market value of such pledged securities must equal at least 110% of the government's deposits.

At June 30, 2000, "Cash with Custodian/Fiscal Agent" (approximately \$1,659) was held by the trust departments of various banks and was not covered by federal depository insurance or collateralized by securities owned by the bank.

Deposits - SDCCC

On June 30, 2000, the carrying amount of SDCCC's cash deposits was \$1,806,210 and the bank balance was \$2,985,674. Of the bank balance, \$100,000 was covered by federal depository insurance. The remainder was covered by collateral held by financial institutions which are individually required by state law to have governmental deposits collateralized at a rate of 110% of the deposit. The collateral is considered to be held in the name of SDCCC.

At the end of each business day, all balances over a target balance are automatically transferred and invested in a taxable money market mutual fund which invests in a portfolio of high-quality, short-term securities consistent with SDCCC's investment policy. These invested funds are not insured or guaranteed by the FDIC or the U.S. Government, are not obligations of the bank, and are not guaranteed by the bank.

2. CASH AND INVESTMENTS (Continued)

Deposits - SDHC

On June 30, 2000, the carrying amount of the SDHC of cash deposits was \$402,258 and the bank balances was \$1,631,804. Of the bank balances, \$300,000 is insured. When the balances exceed \$300,000, the funds are collateralized according to state statutes, which require depositories having public funds on deposit to maintain a pool of securities with the agent of depository having a market value of at least 100% of all public funds on deposit.

Deposits - SDMSE

On June 30, 2000, the carrying amount of SDMSE's cash lock box deposits was approximately \$2,625,000 and the bank balance was \$2,625,000. Of the bank balance, \$100,000 was covered by federal depository insurance. The remaining balance was uninsured.

Investments

In accordance with the charter of the City of San Diego and under authority granted by the City Council, the City Treasurer is responsible for investing the unexpended cash in the City treasury. This investment policy applies to all of the investment activities of the City, except for the Pension Trust Funds (for which policies are noted below), the proceeds of certain debt issues which are managed and invested by trustees appointed under indenture agreements and the assets of trust funds which are placed in the custody of the Funds Commission by Council ordinance. All financial assets of all other funds are administered in accordance with the provisions noted here.

The City may transact business only with banks, savings and loans, and investment securities dealers who are primary dealers regularly reporting to the New York Federal Reserve Bank. Exceptions to this rule can be made only upon written authorization of the City Treasurer. Authorized cash deposits and investments are governed by state law, as well as by the City's own written investment policy. Within the context of these limitations, permissible investments include (1) obligations of the U.S. government and federal agencies, (2) commercial paper rated A-1 by Standard & Poor's Corporation or P-1 by Moody's Commercial Paper Record, (3) bankers' acceptances, (4) negotiable and/or non-negotiable certificates of deposit and non-negotiable time deposits issued by a nationally or state chartered bank or a state or federal savings and loan association, (5) repurchase and reverse repurchase agreements, (6) the local agency investment fund established by the state treasurer, (7) financial futures contracts in any of the other authorized investments which are used to offset an existing financial position and not for outright speculation, (8) mortgage securities purchased under an agreement to resell, (9) medium-term corporate notes of a maximum of five years maturity issued by corporations operating within the United States and (10) shares of beneficial interest issued by diversified management companies, as defined in Section 23701m of the Revenue and Taxation Code.

All non-negotiable time certificates of deposit are to be fully collateralized with mortgages or eligible securities in accordance with state law.

The City invests in the State of California Local Agency Investment Fund ("LAIF"), a State of California external investment pool. LAIF determines fair value on its investment portfolio based on market quotations for those securities where market quotations are readily available and based on amortized cost or best estimate for those securities where market value is not readily available. The City valued its investments in LAIF as of June 30, 2000 by multiplying its account balance with LAIF times a fair value factor determined by LAIF. This fair value factor was determined by dividing all LAIF participants total aggregate amortized cost by total aggregate fair value.

Accordingly, as of June 30, 2000, the City's investments in LAIF at fair value amounts to \$11,641,000 using a LAIF value factor of .998865556.

2. CASH AND INVESTMENTS (Continued)

The LAIF has oversight by the local Investment Advisory Board. The LAIF Board consists of five members as designated by statute. All securities are purchased under the authority of the Government Code Section 16430 and 16480.4.

The City, through its Investment Policy, has identified the safety of principal as the foremost objective of the City. Each investment transaction shall seek to ensure that capital losses are avoided, whether from securities default, broker-dealer default, or erosion of market value. The City shall seek to preserve principal by mitigating the two types of risk, credit risk and market risk.

Credit Risk shall be mitigated by investing in only very safe securities and by diversifying the investment portfolio so that failure of any one issuer would not unduly harm the City's cash flow.

Market Risk shall be mitigated by limiting the average maturity of the City's portfolio to three years and the maximum maturity of any one security in the portfolio to five years, and by structuring the portfolio with an adequate mix of highly liquid securities and maturities to meet major cash outflow requirements. Trading is prohibited when cash or securities are not available to pay for the securities being purchased. The taking of short positions, that is, selling securities which the City does not own, is also prohibited. It is explicitly recognized herein, however, that in a diversified portfolio, occasional measured losses are inevitable, and must be considered within the context of the overall investment return.

The following investments below are additionally restricted as to percentage of the cost value of the portfolio in any one issuer name up to a maximum of 5%. The total cost value invested in any one issuer name will not exceed 5% of an issuer's net worth. An additional 5%, or a total of 10%, of the cost value of the portfolio in any one issuer name can be authorized upon written approval of the City Treasurer.

- Bankers Acceptances
- Commercial Paper
- Negotiable Certificates of Deposit
- Repurchase Agreements
- Reverse Repurchase Agreements
- Local Agency Investment Fund

Ineligible Investments not described in the City's Investment Policy, including, but not limited to, common stocks and long-term corporate notes/bonds are prohibited from use in the portfolio. A copy of the City's Investment Policy may be obtained from the City Treasurer's office.

Investments for the Pension Trust Fund are authorized to be made by the Board of Administration of the City Employees' Retirement System in accordance with the charter of the City. The Board is authorized to invest in any bonds or securities which are allowed by general law for savings banks. The Board has further restricted the authorized investments to those believed by independent investment counsel to be appropriate for investment by trust funds operating under the "prudent man" rule as set forth in state law.

These investments include, but are not limited to, bonds, notes or other obligations, real estate investments, common stocks, preferred stocks and pooled vehicles. Investments can also be made in financial futures contracts in any of the other authorized investments which are used to offset an existing financial position and not for outright speculation.

Investment policies permit the Pension Trust Fund to invest in financial futures contracts. Financial futures contracts, which are recorded at market value, are not hedges of existing assets, and changes in the market value of the contract result in recognition of a gain or loss.

A copy of the Pension Trust Fund's investment policy may be obtained from the Retirement office.

2. CASH AND INVESTMENTS (Continued)Reverse Repurchase Agreements

Investment policies permit the City to enter into reverse repurchase agreements which is a sale of securities with a simultaneous agreement to repurchase them in the future at the same price plus a contract rate of interest. The market value of the securities underlying reverse repurchase agreements normally exceeds the cash received providing the dealers a margin against a decline in the market value of the securities. If the dealers default on their obligations to resell these securities to the City or provide securities of cash or equal value, the City could suffer an economic loss equal to the difference between the market value plus accrued interest of the underlying securities and the reverse repurchase agreement obligation, including accrued interest payable. In Fiscal Year 2000, however, the City did not enter into any reverse repurchase agreements. As such, there was no such credit exposure at year-end.

The City's investments at June 30, 2000, that can be specifically identified as to credit risk are categorized as described below including required disclosures for securities lending (in thousands):

Category 1: Insured or registered, with securities held by the City or its agent in the City's name.

Category 2: Uninsured and unregistered, with securities held by the counterparty's trust department or agent in the City's name.

Category 3: Uninsured and unregistered, with securities held by the counterparty, or by its trust department or agent but not in the City's name.

Investments that are not subject to credit risk categorization, but that require fair value disclosure are also presented below (in thousands):

	Category			Fair Value
	1	2	3	
U.S. government and agency securities	\$1,129,853	\$168,584	\$0	\$1,298,437
Commercial paper	354,942	0	0	354,942
Equity securities (stocks):				
- Not on securities loan	1,283,137	0	0	1,283,137
- On securities loan for securities collateral	5,884	0	0	5,884
Corporate bonds/notes	163,136	0	0	163,136
Fixed income (bonds)	974,185	0	0	974,185
Mortgage notes	2,785	0	0	2,785
Repurchase agreements	31,950	0	0	31,950
	<u>\$3,945,872</u>	<u>\$168,584</u>	<u>\$0</u>	<u>\$4,114,456</u>
Investments not subject to categorization:				
U.S. government securities on securities loan for cash collateral				37,472
Fixed income (bonds) on securities loan for cash collateral				30,969
Equity securities (stocks) on securities loan for cash collateral				184,167
Investment with California Local Agency Investment Fund				11,641
Mutual funds				495,542
Real estate/mineral interest funds				226,687
Other				5,630
Total investments				<u>\$5,106,564</u>

2. CASH AND INVESTMENTS (Continued)

Included in the preceding table are investments under the Pension Trust Fund - City Employees Retirement System (SDCERS) with required disclosures for securities lending (in thousands). Following below are those investments specifically attributable to SDCERS:

	Category			Fair Value
	1	2	3	
U.S. government and agency securities	\$ 148,514	\$0	\$0	\$ 148,514
Equity securities (stocks):				
- Not on securities loan	1,283,137	0	0	1,283,137
- On securities loan for securities collateral	5,884	0	0	5,884
Fixed income (bonds)	974,185	0	0	974,185
Mortgage notes	<u>2,785</u>	<u>0</u>	<u>0</u>	<u>2,785</u>
	<u>\$2,414,505</u>	<u>\$0</u>	<u>\$0</u>	<u>\$2,414,505</u>
Investments not subject to categorization:				
U.S. government and agency securities on securities loan for cash collateral				37,472
Fixed income (bonds) on securities loan for cash collateral				30,969
Equity securities (stocks) on securities loan for cash collateral				184,167
Real estate/mineral interest funds				<u>226,687</u>
Total investments				<u>\$2,893,800</u>

Summary of Investments - SDHC

Investments that are not subject to credit risk categorization, but that require fair value disclosure are also presented below (in thousands):

	Category			Fair Value
	1	2	3	
U.S. government and agency securities	\$ 1,952	\$0	\$0	\$ 1,952
Commercial paper	6,252	0	0	6,252
Certificates of deposit	<u>4,000</u>	<u>0</u>	<u>0</u>	<u>4,000</u>
	<u>\$12,204</u>	<u>\$0</u>	<u>\$0</u>	<u>\$12,204</u>
Investments not subject to categorization:				
Investment with California Local Agency Investment Fund				<u>18,587</u>
Total investments				<u>\$30,791</u>

2. CASH AND INVESTMENTS (Continued)Summary of Deposits and Investments

Following is a summary of the carrying amount of cash deposits and investments at June 30, 2000 (in thousands):

Cash and pooled cash deposits	\$ 172,653
Cash with custodian/fiscal agent	16,433
Investments	<u>5,106,564</u>
Total	<u>\$5,295,650</u>

3. FIXED ASSETSGeneral Fixed Assets

A summary of changes in general fixed assets for the year ended June 30, 2000 is as follows (in thousands):

	Balance July 1, 1999	Additions	Adjustments and Transfers	Deletions	Balance June 30, 2000
Land	\$ 432,149	\$ 37,621	(\$5)	\$19,461	\$ 450,304
Structures and Improvements	486,712	12,551	0	1,749	497,514
Equipment	<u>167,251</u>	<u>14,522</u>	<u>562</u>	<u>1,855</u>	<u>180,480</u>
Subtotal	1,086,112	64,694	557	23,065	1,128,298
Construction in Progress	<u>183,883</u>	<u>195,751</u>	<u>(4,342)</u>	<u>42,482</u>	<u>332,810</u>
Total	<u>\$1,269,995</u>	<u>\$260,445</u>	<u>(\$3,785)</u>	<u>\$65,547</u>	<u>\$1,461,108</u>

The following is a summary of general fixed assets for SDCCC at June 30, 2000 (in thousands):

	Balance July 1, 1999	Additions	Retirements	Balance June 30, 2000
Furniture, Fixtures and Equipment	\$ 4,704	\$1,234	\$37	\$ 5,901
Leasehold Improvements	<u>7,329</u>	<u>7,848</u>	<u>4</u>	<u>15,173</u>
Total	<u>\$12,033</u>	<u>\$9,082</u>	<u>\$41</u>	<u>\$21,074</u>

3. FIXED ASSETS (Continued)

Proprietary Fund Type Fixed Assets

A summary of Proprietary Fund Type Fixed Assets at June 30, 2000 is as follows (in thousands):

	Enterprise Funds	Internal Service Funds
Land and Building	\$50,328	\$626
Property, Plant and Equipment	1,379,360	111,041
Other	919,786	0
Construction in progress	<u>1,401,522</u>	<u>585</u>
Total	3,750,996	112,252
Less - Accumulated depreciation	<u>(528,773)</u>	<u>(52,455)</u>
Total, net	<u>\$3,222,223</u>	<u>\$59,797</u>

Trust and Agency Fund Type Fixed Assets

The following is a summary of fixed assets at June 30, 2000 (in thousands):

	Balance July 1, 1999	Additions	Adjust- ments and Transfers	Deletions	Balance June 30, 2000
Equipment	\$356	\$197	\$0	\$0	\$553
Accumulated depreciation	<u>(238)</u>	<u>(22)</u>	<u>0</u>	<u>0</u>	<u>(260)</u>
Total	<u>\$118</u>	<u>\$175</u>	<u>\$0</u>	<u>\$0</u>	<u>\$293</u>

San Diego Housing Commission

The following is a summary of fixed assets at June 30, 2000 (in thousands):

	Balance July 1, 1999	Additions	Adjust- ments and Transfers	Deletions	Balance June 30, 2000
Land	\$ 0	\$0	\$38,723	\$ 0	\$ 38,723
Structures and Improvements	130,499	0	(39,309)	14,796	76,394
Equipment	2,453	144	40	130	2,509
Construction in Progress	<u>0</u>	<u>1,897</u>	<u>4,366</u>	<u>0</u>	<u>6,263</u>
Subtotal	132,952	2,041	3,820	14,926	123,889
Accumulated depreciation	<u>0</u>	<u>(2,828)</u>	<u>(26,534)</u>	<u>0</u>	<u>(29,362)</u>
Total	<u>\$132,952</u>	<u>(\$ 787)</u>	<u>(\$22,714)</u>	<u>\$14,926</u>	<u>\$94,527</u>

3. FIXED ASSETS (Continued)Construction In Progress

A summary of construction in progress (CIP) at June 30, 2000 is as follows (in thousands):

General Fixed Asset Account Group	\$ 332,810
Enterprise Funds:	
Airports	536
Environmental Services	69,143
Golf Course	5,708
Sewer Utility	1,047,811
Water Utility	<u>278,324</u>
Total Enterprise Funds	<u>1,401,522</u>
Internal Service Funds:	
Central Garage and Machine Shop	585
SDHC	<u>6,263</u>
Total Construction in Progress	<u>\$1,741,180</u>

The Sewer Utility Fund and Water Utility Fund CIP of \$278,324,257 and \$1,047,810,702 respectively, represent 76% of total CIP for the year ended June 30, 2000.

The Sewer Utility's construction plans for various projects were estimated to cost approximately \$229,848,000. As of June 30, 2000, the Sewer Utility's contractual commitments for the projects totaled approximately \$135,909,000.

The Water Utility's construction plans for various projects were estimated to cost approximately \$117,033,000. As of June 30, 2000, the Water Utility's contractual commitments for the projects totaled approximately \$74,235,000.

4. GENERAL LONG-TERM DEBT

General long-term debt consists of general obligation bonds, revenue bonds, certificates of participation ("COP"), special assessment bonds, Mello-Roos bonds, tax allocation bonds, contracts payable, notes payable, loans payable, capital lease obligations, pension obligations, liability claims (also see Note 18 and Note 19 for more information on contingencies and third party debt) and accrued annual leave. A summary of these obligations as recorded in the General Long-Term Debt Account Group as of June 30, 2000 is as follows (in thousands):

4. GENERAL LONG-TERM DEBT (Continued)

<u>Type of Obligation</u>	<u>Interest Rates</u>	<u>Maturity Date</u>	<u>Original Amount</u>	<u>Balance Outstanding June 30, 2000</u>
<u>General Obligation Bonds:</u>				
Open Space Park Refunding Bonds, Series 1994	5.0-6.0%	2009	\$ 64,260	\$ 49,530
Municipal Improvement Bonds, Series 1991	5.1-6.65	2012	25,500	<u>19,170</u>
Total General Obligation Bonds				<u>68,700</u>
<u>Revenue Bonds/COPs:</u>				
Public Facilities Financing Authority Sewer Revenue Bonds, Series A & B 1997	3.7-5.61	2027	250,000	237,835
Public Facilities Financing Authority Stadium Lease Revenue Bonds, Series 1996 A	6.2-7.45	2027	68,425	66,795
Public Facilities Financing Authority Sewer Revenue Bonds, Series 1995	3.9-6.0	2025	350,000	330,845
Public Facilities Financing Authority Sewer Revenue Bonds, Series 1993	2.8-5.25	2023	250,000	218,600
Metropolitan Transit Development Board Authority Lease Revenue Refunding Bonds, Series 1994	4.25-5.625	2009	66,570	46,170
Metropolitan Transit Development Board Authority Lease Revenue Bonds, Series 1993	4.5-5.375	2023	19,515	16,835
San Diego Facilities Equipment Leasing Corp. Certificates of Participation Refunding, Series 1996B	4.0-5.7	2011	11,720	10,985
San Diego Facilities Equipment Leasing Corp. Certificates of Participation, Series 1996A	4.0-5.6	2010	33,430	28,790
San Diego Facilities Equipment Leasing Corp. Certificates of Participation, Series 1993	3.9-5.6	2023	27,985	22,225
Certificates of Participation, Series 1991	8.0	2002	8,500	2,900
Public Facilities Financing Authority Sewer Revenue Bonds, Series A & B 1999	3.50-5.125	2029	315,410	313,160
Public Facilities Financing Authority Refunding, 1999A	3.0-4.75	2017	30,515	28,950
Public Facilities Financing Authority Refunding, 1999B	3.75-5.1	2017	7,630	7,245
San Diego Facilities & Equipment Leasing Corp. Certificates of Undivided Interests, Series 1998	4.0-5.375	2029	385,000	385,000
Convention Center Expansion Authority Lease Revenue Bonds, Series 1998A	3.8-4.875	2018	205,000	205,000
Centre City Parking Revenue Bonds, Series 1999A	4.5-6.4	2025	12,105	<u>12,105</u>
Total Revenue Bonds/COPs				<u>\$1,933,440</u>

4. GENERAL LONG-TERM DEBT (Continued)

<u>Type of Obligation</u>	<u>Interest Rates</u>	<u>Maturity Date</u>	<u>Original Amount</u>	<u>Balance Outstanding June 30, 2000</u>
<u>Special Assessment/Mello-Roos Bonds:</u>				
1915 Act Via De La Valle Improvement Bonds, issued October 1986	6.0-6.8%	2003	\$ 2,115	\$ 340
1915 Act De La Fuente Business Park Phase I Improvement Bonds, issued April 1989	7.0-7.7	2014	4,172	3,385
1915 Act International Business Center Project Improvement Bonds, Issued September 1990	6.1-7.4	2015	4,172	2,905
1915 Act Otay Mesa Industrial Park Improvement Bonds, issued May 1992	5.5-7.95	2013	2,235	625
1915 Act De La Fuente Business Park Phase II Improvement Bonds, issued July 1992	4.0-7.1	2017	5,987	5,080
Special Tax Bonds, 1998 Series Miramar Ranch North, issued July 1998	3.75-5.375	2020	59,465	58,215
Reassessment District Bonds, Series 1999	4.86-7.857	2018	38,145	<u>\$ 37,630</u>
Total Special Assessment/Mello-Roos Bonds				<u>\$108,180</u>
<u>Tax Allocation Bonds:</u>				
Centre City Redevelopment Project Tax Allocation Refunding Bonds Series 1992, issued October 1992	3.0-6.0%	2009	\$ 36,935	\$24,220
Centre City Redevelopment Project Tax Allocation Bonds, Series 1993A & B, issued November 1993	4.875-6.5	2018	54,350	39,561
Gateway Center West Redevelopment Project Tax Allocation Bonds, Series 1995, issued June 1995	7.8-9.75	2013	1,400	1,135
Mount Hope Redevelopment Project Tax Allocation Bonds, Series 1995A & B, issued June 1995	4.4-8.2	2020	5,155	4,825
Southcrest Redevelopment Project Tax Allocation Bonds, Series 1995, issued June 1995	4.75-6.5	2020	3,750	3,010
Horton Plaza Tax Allocation Refunding Bonds Series 1996 A & B	3.8-6.625	2017	22,800	20,690
Centre City Redevelopment Tax Allocation Bonds, Series 1999 A, B, C, Issued March 1999	3.0-6.25	2024	50,650	50,475
City Heights Redevelopment Tax Allocation Bonds, Series 1999 A & B, Issued April 1999	4.5-6.4	2028	15,830	15,830

4. GENERAL LONG-TERM DEBT (Continued)

<u>Type of Obligation</u>	<u>Interest Rates</u>	<u>Maturity Date</u>	<u>Original Amount</u>	<u>Balance Outstanding June 30, 2000</u>
Southcrest Redevelopment Project Tax Allocation Bonds, Series 2000, Issued May 2000	Various	2025	1,860	1,860
Centre City Redevelopment Project Tax Allocation Bonds, Series 2000A, Issued April 2000	Various	2024	6,100	6,100
Central Imperial Redevelopment Project Tax Allocation Bonds, Series 2000, Issued May 2000	Various	2030	3,395	3,395
Total Tax Allocation Bonds				<u>171,101</u>
Total Bonds Payable				<u>2,281,421</u>
<u>Contracts Payable:</u>				
Contract Payable to City of National City, dated March 1987	7.5	2002	2,171	431
Contract Payable to County of San Diego, dated June 1987	11.0	2013	423	90
Contract Payable to MTDB, dated January 2000	4.09	2015	1,176	1,176
Total Contracts Payable				<u>1,697</u>
<u>Notes Payable:</u>				
Notes payable to San Diego Association of Governments, various dates	Various	Various	45,797	28,257
Note payable to Bohemian Building, Dated May 2000	8.0	2002	400	400
Note payable to Lorren Daro, dated March 1995	8.0	2005	257	149
Note payable to David Engel, dated December 1994	6.0	2004	4,800	4,800
Total Notes Payable				<u>33,606</u>
<u>Loans Payable:</u>				
JMI Padres - Centre City	8.0	2009	3,272	3,272
Citylink-Bridge LN City Heights	0.9	2000	2,700	2,700
Total Loans Payable				<u>5,972</u>
Capital Lease Obligations				14,284
Pension Obligations				24,264
Liability Claims				32,983
Accrued Annual Leave				48,275
Total General Long-Term Debt				<u>\$2,442,502</u>

4. GENERAL LONG-TERM DEBT (Continued)

The following is a summary of changes in general long-term debt for the year ended June 30, 2000 (in thousands):

	Balance July 1, 1999	Additions	Retirements	Balance June 30, 2000
General Obligation Bonds	\$ 74,255	\$ 0	\$ 5,555	\$ 68,700
Revenue Bonds/COPs	1,950,625	12,105	29,290	1,933,440
Special Assessment/Mello-Roos Bonds	110,320	0	2,140	108,180
Tax Allocation Bonds	164,215	11,355	4,469	171,101
Contracts Payable	717	1,176	196	1,697
Notes Payable	39,506	400	6,300	33,606
Loans Payable	3,272	2,700	0	5,972
Capital Lease Obligations	17,551	0	3,267	14,284
Pension Obligations	7,550	16,714	0	24,264
Liability Claims	31,605	1,378	0	32,983
Accrued Annual Leave	<u>45,013</u>	<u>3,262</u>	<u>0</u>	<u>48,275</u>
Total	<u>\$2,444,629</u>	<u>\$49,090</u>	<u>\$51,217</u>	<u>\$2,442,502</u>

Additions to general long-term debt for Contracts, Notes and Loans Payable may differ from Proceeds reported on the Statement of Revenues, Expenditures and Changes in Fund Balances due to funding received in prior fiscal years being converted to long-term debt through contingent contractual terms.

The following is a summary of changes in general long-term debt for SDCCC at June 30, 2000 (in thousands):

	Balance July 1, 1999	Additions	Retirements	Balance June 30, 2000
Accrued Annual Leave	<u>\$549</u>	<u>\$933</u>	<u>\$813</u>	<u>\$669</u>
Total Long-Term Debt	<u>\$549</u>	<u>\$933</u>	<u>\$813</u>	<u>\$669</u>

General obligation bonds are secured by a pledge of the full faith and credit of the City or by a pledge of the City to levy ad valorem property taxes without limitation.

Revenue bonds are secured by a pledge of specific revenue generally derived from fees or service charges related to the operation of the project being financed.

COPs provide long-term financing through a lease agreement, installment sales agreement, or loan agreement that does not constitute indebtedness under the state constitutional debt limitation and is not subject to other statutory requirements applicable to bonds.

Special assessment and Mello-Roos bonds are issued by the City to provide funds to make certain public improvements in special assessment and Mello-Roos districts created by the City. These bonds are secured by property owner assessments.

4. GENERAL LONG-TERM DEBT (Continued)

The annual requirements to amortize such long-term debt outstanding as of June 30, 2000, including interest payments to maturity, are as follows (in thousands):

Year Ending June 30,	General Obligation Bonds	Revenue Bonds/ COPs	Special Assessment/ Mello-Roos Bonds	Tax Allocation Bonds	Contracts Payable	Notes Payable	Loans Payable	Capital Lease Obligations
2001	\$ 9,149	\$ 132,091	\$ 9,884	\$ 13,700	\$ 358	\$ 3,154	\$2,700	\$4,519
2002	9,268	144,001	9,882	13,886	358	3,554	0	4,068
2003	9,395	141,999	9,879	13,908	118	3,154	0	3,282
2004	9,525	142,060	9,770	14,006	118	3,154	0	1,962
2005	9,645	142,136	9,790	14,086	118	7,785	0	1,234
Thereafter	<u>46,037</u>	<u>2,825,551</u>	<u>123,170</u>	<u>229,184</u>	<u>1,163</u>	<u>18,987</u>	<u>3,272</u>	<u>964</u>
Subtotal	<u>93,019</u>	<u>3,527,838</u>	<u>172,375</u>	<u>298,770</u>	<u>2,233</u>	<u>39,788</u>	<u>5,972</u>	<u>16,029</u>
Less Interest	<u>(24,319)</u>	<u>(1,594,398)</u>	<u>(64,195)</u>	<u>(127,669)</u>	<u>(536)</u>	<u>(6,182)</u>	<u>0</u>	<u>(1,745)</u>
Total	<u>\$68,700</u>	<u>\$1,933,440</u>	<u>\$108,180</u>	<u>\$171,101</u>	<u>\$1,697</u>	<u>\$33,606</u>	<u>\$5,972</u>	<u>\$14,284</u>

Installment Purchase Agreement

The City and the Public Facilities Financing Authority ("PFFA") entered into an installment purchase agreement for the acquisition, construction, installation, and improvement of its wastewater system. PFFA obtained financing for the project through issuance of bonds secured by installment payments to be made by the City. The City has pledged revenues from its wastewater system to finance these installment payments in an amount equal to the principal and interest requirements for the associated bonds.

Defeasance of Debt

In July 1998, the Miramar Ranch North Community Facilities District #1 issued \$59,465,000 in Special Tax Refunding Bonds, Series 1998. The proceeds of the bonds were used to refund the remaining outstanding Community Facilities District #1 Special Tax Bonds, 1991 Series A and 1995 Series B. The Refunded Bonds are considered defeased and the corresponding liability has been removed from the General Long-Term Debt Account Group. The refunding transaction resulted in total economic gain or present value savings of approximately \$7,130,000 over the refunded indebtedness. In addition, the refunding resulted in a cash flow difference of approximately \$13,492,000.

At June 30, 2000, \$61,675,000 of defeased bonds including those defeased in prior years are still outstanding.

5. PROPRIETARY FUND TYPE LONG-TERM DEBT

Proprietary Fund Type long-term debt as of June 30, 2000 is comprised of the following (in thousands):

Type of Obligation	Interest Rates	Maturity Date	Original Amount	Balance Outstanding June 30, 2000
<u>Notes Payable:</u>				
Installment Purchase Agreement, 1993	2.8-5.25%	2023	\$250,000	\$ 218,600
Installment Purchase Agreement, 1995	3.9-5.0	2025	350,000	330,845
Installment Purchase Agreement, 1997	3.7-5.61	2027	250,000	237,835
Installment Purchase Agreement, 1998	4.0-5.375	2028	385,000	385,000
Installment Purchase Agreement, 1999	3.9-5.0	2029	315,410	313,160
Installment Purchase Agreement, 1997	5.65	2001	391	57
Total Notes Payable				<u>1,485,497</u>
<u>Loans Payable:</u>				
Loan Payable to County of San Diego	0	N/A	100	100
Loan Payable to Water Resources Control Board	0	N/A	17,156	<u>17,156</u>
Total Loans Payable				<u>17,256</u>
Line of Credit with Sanwa Bank	Various			3,569
Capital Lease Obligations for Various Equipment, Various Dates	Various	Various	Various	25,807
Liability Claims				41,456
Accrued Annual Leave				14,881
Pension Liability				<u>3,859</u>
Total Proprietary Fund Type Debt				<u>\$1,592,325</u>

Annual requirements to amortize such long-term debt as of June 30, 2000, including interest payments to maturity, are as follows (in thousands):

Year Ending June 30,	Notes Payable	Capital Lease Obligations
2001	\$95,842	\$7,129
2002	102,428	6,415
2003	102,418	5,473
2004	102,424	4,588
2005	102,430	3,372
Thereafter	<u>2,232,590</u>	<u>2,330</u>
Total	2,738,132	29,307
Less-Amounts Representing Interest	<u>(1,252,635)</u>	<u>(3,500)</u>
Total	<u>\$1,485,497</u>	<u>\$25,807</u>

6. DISCRETELY PRESENTED COMPONENT UNIT LONG-TERM DEBT

Discretely presented component unit long-term debt as of June 30, 2000 is comprised as follows (in thousands):

San Diego Housing Commission

Type of Obligation	Interest Rates	Maturity Date	Original Amount	Balance Outstanding June 30, 2000
Note payable to Washington Mutual, dated June 1995	Various	2011	\$4,725	\$4,409
Note payable to Bank of America, dated February 1985	5.0-10.2%	2025	3,789	3,416
Note payable to Redevelopment Agency dated March 1992	0.0	2022	696	<u>696</u>
Total Notes Payable				<u>\$8,521</u>

Annual requirements to amortize such long-term debt as of June 30, 2000 to maturity, are as follows (in thousands):

<u>Year Ending June 30,</u>	
2001	\$ 121
2002	127
2003	133
2004	140
2005	147
Thereafter	<u>7,853</u>
Total	<u>\$8,521</u>

Interest is not included due to the rates being variable. These rates are based upon the Federal Home Loan Bank of San Francisco 11th District Cost of Funds Index plus 1.95%.

7. INTERAGENCY LONG-TERM DEBT

Long-term debt between the City and its component units has been eliminated in this report. During the year, the Redevelopment Agency of the City of San Diego has repaid \$5,762,315 of principal and \$1,778,451 of interest to the City and the City has advanced \$629,939 to the Agency. Interest of 9.75% totaling \$12,859,453 was accrued to the amounts owed for the year. At June 30, 2000, interagency loans (including interest) were as follows (in thousands):

	Loans and <u>Note Receivable</u>	Loans and <u>Note Payable</u>
City of San Diego	\$248,760	\$ 0
Redevelopment Agency of the City of San Diego	<u>0</u>	<u>248,760</u>
Total	<u>\$248,760</u>	<u>\$248,760</u>

8. LEASE COMMITMENTSOperating Leases

The following is a schedule of future minimum rental payments required under operating leases entered into by the City for property that has initial or remaining non-cancelable lease terms in excess of one year as of June 30, 2000 (in thousands):

8. LEASE COMMITMENTS (Continued)

<u>Year Ending June 30,</u>	
2001	\$ 9,282
2002	9,212
2003	6,141
2004	2,458
2005	2,270
Thereafter	<u>15,501</u>
Total	<u>\$44,864</u>

Rent expense as related to operating leases was \$7,674,907 for the year ended June 30, 2000.

Capital Leases

The City has entered into various capital leases for equipment, vehicles and property. A schedule of future minimum lease payments under capital leases as of June 30, 2000 is provided in Notes 4 and 5.

Lease Revenues

The City has operating leases for certain land, buildings and facilities with tenants and concessionaires who will provide the following minimum annual lease payments (in thousands):

<u>Year Ending June 30,</u>	
2001	\$ 21,132
2002	20,616
2003	20,257
2004	19,559
2005	19,132
Thereafter	<u>570,604</u>
Total	<u>\$671,300</u>

This amount does not include contingent rentals which may be received under certain leases of property on the basis of percentage returns. Contingent rentals amounted to \$35,226,755 in the year ended June 30, 2000.

9. DEFERRED COMPENSATION PLANCity of San Diego

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all full-time City employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, disability or an unforeseeable emergency. All assets and income of the deferred compensation plan are held in trust for the exclusive benefit of plan participants and their beneficiaries.

Fair value of the plan assets was \$138,677,416 at June 30, 2000.

10. PENSION PLANS

The City has a defined benefit plan and various defined contribution pension plans covering substantially all of its employees.

DEFINED BENEFIT PLAN

a. Plan Description

All of the City and the San Diego Unified Port District (the "District") full-time employees participate in the San Diego City Employees' Retirement System ("SDCERS").

SDCERS is a public employee retirement system established in 1927 by the City and administered by a Board of Administration (the "Board") to provide retirement, disability, death and survivor benefits for its members.

In 1963, through an agreement between the City and the District, employees of the District became members of SDCERS.

The Plan is a defined benefit plan which covers all eligible employees of the City and the District. The Plan is a multiple-employer public employee retirement system that acts as a common investment and administrative agent for the City and the District. As a defined benefit plan, retirement benefits are determined primarily by a member's age at retirement, the length of membership service and the member's final compensation earnable based on the highest one-year period.

The Plan provisions applicable to general members are generally applicable to the District's general members and those applicable to lifeguard members are generally applicable to the District's safety members.

All full-time City and District employees are eligible to participate in the Plan. Salaried classified employees become members of the system upon employment. Salaried unclassified employees hired on or after August 11, 1995 become members upon employment.

SDCERS is considered part of the City of San Diego's financial reporting entity and is included in the City's financial reports as a pension trust fund.

SDCERS issues a stand-alone financial report which is available at its office located at 401 B Street, Suite 400, San Diego, California 92101.

b. Funding Policy

SDCERS' funding policy provides for periodic employer contributions at actuarially determined rates that, expressed as percentages of annual covered payroll, are designed to accumulate sufficient assets to pay benefits when due. The normal cost and actuarial accrued liability are determined using the projected unit credit actuarial funding method. Unfunded actuarial accrued liabilities are being amortized as a level percent of payroll over a period of 30 years (22 years remaining).

Employees are required to contribute a percentage of their annual salary to the Plan. Contributions vary according to age at entry into the plan and salary. The City and the District contribute a portion of the employees' share and the remaining amount necessary to fund the system based on an actuarial valuation at the end of the preceding year under the projected unit credit method of actuarial valuation. Prior to June 30, 1993, contributions were based on the entry age normal cost method of valuation.

10. PENSION PLANS (Continued)

During the period July 1, 1999 to June 30, 2000 contributions totaling \$70,199,000 (\$40,666,000 employer and \$29,533,000 employee) were made. Of the employer contributions, \$32,533,000 was applied to normal cost and \$8,133,000 was applied to unfunded accrued liability. All of the employer offset contributions were applied to normal cost.

In 1996 the City Council approved proposed changes to the San Diego City Employees' Retirement System (SDCERS) which included changes to retiree health insurance, plan benefits, employer contribution rates and system reserves. The proposal included a provision to assure the funding level of the system would not drop below a level the Board's actuary deems reasonable in order to protect the financial integrity of the SDCERS. A citizen required vote on the changes related to retiree health insurance passed overwhelmingly in 1996. In 1997, the active members of the SDCERS voted and approved the changes. Portions of the proposal requiring SDCERS Board approval (employer rates and reserves) were approved after review and approval by its independent fiduciary counsel and consultation with the actuary. The San Diego Municipal Code was then amended to reflect the changes.

The changes provide the employer contribution rates be "ramped up" to the actuarially recommended rate in .50 percent increments over a ten year period at such time it was projected that the Projected Unit Credit (PUC) and Entry Age Normal (EAN) rates would be equal and the SDCERS would convert to EAN. The actuary calculated the present value of the difference between the employer contribution rate and actuarial rates over the ten year period and this amount was funded in a reserve. This "Corridor" funding method is unique to the SDCERS and therefore is not one of the six funding methods formally sanctioned by the Governmental Accounting Standards Board for expending purposes. As a result for June 30, 2000, the actuary rates are reported to be \$23,046,000 more than paid by the City which, technically per GASB 27 effective for periods beginning after June 15, 1997, is to be reported as a Net Pension Obligation (NPO) even though the shortfall is funded in a reserve. The actuary believes the Corridor funding method is an excellent method for the City and that it will be superior to the PUC funding method. The actuary is in the process of requesting the GASB to adopt the Corridor funding method as an approved expending method which would then eliminate any reported NPO.

c. Annual Required Contribution

The annual required contribution for the current year was determined as part of the June 30, 1996 actuarial valuation using the projected unit credit actuarial funding method. The actuarial assumptions included (a) an 8.0% investment rate of return and (b) projected salary increases of 5% per year. Both (a) and (b) included an inflation rate of 4.5%. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at June 30, 2000 was 21 years.

d. Three-Year Trend Analysis

The following table shows the City and the District's required contributions and the percentage contributed for the most current year available and preceding years (in thousands):

<u>Fiscal Year Ending</u>	<u>Actuarially Required Contributions (ARC)</u>	<u>Percentage Contributed</u>	<u>Net Pension Obligation</u>
6/30/97	\$34,036	82.4%	\$ 5,975
6/30/98	40,693	75.4	16,000
6/30/99	43,504	79.2	23,046

10. PENSION PLANS (Continued)**DEFINED CONTRIBUTION PLANS**

- a. Pursuant to the City's withdrawal from the Federal Social Security System effective January 8, 1982, and to the Federal Government's mandate of a Social Security Medicare tax for all employees not covered by Social Security hired on or after April 1, 1986, the City established the Supplemental Pension Savings Plan ("SPSP"), a defined contribution plan administered by American Express Trust Company, Minneapolis, MN, which provides pension benefits for eligible full-time employees. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Employees are eligible to participate from the date of employment. State legislation requires that both the employee and the City contribute an amount equal to 3% of the employee's total salary each month. Participants in the plan hired before April 1, 1986 and on or after April 1, 1986 may voluntarily contribute up to an additional 4.5% and 3.05%, respectively, of total salary.

The City also contributes an amount equal to the employee voluntary contributions. The City's contributions for each employee (and interest allocated to the employee's account) are fully vested after five years of continuous service. City contributions for, and interest forfeited by, employees who leave employment before five years of service are used to reduce the City's contribution requirement.

The City and the covered employees contributed approximately \$37,982,000. As of June 30, 2000, fair value of Plan assets totaled approximately \$413,614,000. SPSP is considered part of the City of San Diego's financial reporting entity and is included in the City's financial reports as a Pension Trust Fund.

In addition, the City established a 401(k) Plan effective July 1, 1985. The plan is a defined contribution plan administered by American Express Trust Company, Minneapolis, MN, to provide pension benefits for all eligible full-time employees. Employees are eligible to participate twelve months after the date of employment. Employees make contributions to their 401(k) accounts through payroll deductions, and may also elect to have the City contribute to their 401(k) accounts through the City's Employees' Flexible Benefits Program.

The employees' 401(k) contributions were calculated pursuant to various combination arrangements. The covered employees and the City contributed approximately \$16,469,000 during the fiscal year.

As of June 30, 2000, fair value of Plan assets totaled approximately \$103,006,000. The 401(k) Plan is considered part of the City of San Diego's financial reporting entity and is included in the City's financial reports as an Agency Fund.

- b. Centre City Development Corporation ("CCDC") has a Money Purchase Pension Plan covering all full-time permanent employees. The plan is a defined contribution plan under which benefits depend solely on amounts contributed to the plan plus investment earnings. Employees are eligible to participate on the first day of the month following 90 days after their date of employment. During each plan year, CCDC contributes quarterly an amount equal to 8% of the total quarterly compensation for all employees. CCDC's contributions for each employee are fully vested after six years of continuous service.

CCDC's total payroll in Fiscal Year 2000 was approximately \$2,187,000. CCDC contributions were calculated using the base salary amount of approximately \$2,078,000. CCDC made the required 8% contribution, amounting to approximately \$166,000 (net of forfeitures) for Fiscal Year 2000.

In addition, CCDC has a Tax Deferred Annuity Plan covering current and previous full-time permanent employees. The plan is a defined contribution plan. Employees are eligible to participate the first day of the month following 90 days after their date of employment. During each plan year, CCDC contributes semi-monthly an amount equal to 10% of the total semi-monthly compensation for all employees.

10. PENSION PLANS (Continued)

CCDC's contributions for each employee are fully vested at time of contribution.

CCDC's total payroll in Fiscal Year 2000 was approximately \$2,187,000. CCDC contributions were calculated using the base salary amount of approximately \$2,078,000. CCDC made the required 10% contribution amounting to approximately \$208,000 for Fiscal Year 2000. The Tax Deferred Annuity Plan includes amounts deposited by employees prior to CCDC becoming a contributor to the Plan.

The fiduciary responsibilities of CCDC consist of making contributions and remitting deposits collected.

- c. The San Diego Convention Center Corporation Money Purchase Pension Plan (the "Plan") became effective January 1, 1986. The Plan is a qualified defined contribution plan and, as such, benefits depend on amounts contributed to the plan plus investment earnings and allocated forfeitures, less allowable plan expenses. The Plan covers employees not otherwise covered through a collective bargaining unit agreement. Employees are eligible at the earlier of the date on which they complete six months of continuous full-time service, or the twelve-month period beginning on their hire date (or any subsequent plan year) during which they complete 1,000 hours of service. A plan year is defined as a calendar year. Plan balances for each eligible employee are vested gradually over five years of continuing service with an eligible employee becoming fully vested after five years. Forfeitures and Plan expenses are allocated in accordance with Plan provisions.

Required contributions were calculated using the covered compensation amount of approximately \$7,993,000. SDCCC has funded the required contribution as of June 30, 2000.

For the fiscal year ended June 30, 2000, pension expense for the Plan amounted to \$800,122. SDCCC records pension expense during the fiscal year based upon estimated covered compensation.

SDCCC offers its employees a Deferred Compensation Plan (the "Deferred Plan") created in accordance with Internal Revenue Code Section 457. The Deferred Plan, available to all employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, disability, or an unforeseeable emergency.

SDCCC funds the deferred compensation through investments in various mutual funds administered by an insurance company. Until paid or made available to the employee or other beneficiary, such investments and all related earnings thereon are solely the property and right of SDCCC (without being restricted to the provisions of benefits under the Deferred Plan), subject only to the claims of SDCCC's general creditors. Participants under the Deferred Plan have only the right to receive benefits in an amount equal to the balance of their account. SDCCC is of the opinion that it has no liability for the losses under the Deferred Plan but does have the duty of due care that would be required of an ordinary prudent investor. SDCCC believes that it is unlikely that it will use the Deferred Plan's assets to satisfy claims of creditors in the future.

- d. San Diego Data Processing Corporation ("SDDPC") has accrued and set aside funds in a money market account to provide employees who transferred from the City to SDDPC with retirement benefits approximately equal to those under the City's retirement plan. As of June 30, 2000 and 1999, the balance in the account was \$115,453 and \$109,888, respectively.

The balance at June 30, 2000 consisted of the total estimated liability plus interest earned on the account since its establishment in Fiscal Year 1991.

10. PENSION PLANS (Continued)

In addition, SDDPC has in effect a Money Purchase Pension Plan ("the Plan") covering substantially all employees. The plan is a defined contribution plan, wherein benefits depend solely on amounts contributed to the plan plus investment earnings. Employees are eligible to participate from the date of employment. During each plan year, SDDPC contributes monthly an amount equal to 20% of the total monthly compensation for all employees. SDDPC contributions for each employee are fully vested after four years of continuous service.

SDDPC's total payroll in Fiscal Year 2000 and 1999, was approximately \$20,686,000 and \$19,587,000, respectively. As all employees are substantially covered, SDDPC contributions were calculated using this base salary amount. SDDPC made the required 20% contribution amounting to approximately \$4,151,000 and \$3,819,000 for Fiscal Years 2000 and 1999 respectively.

- e. San Diego Housing Commission ("SDHC") provides pension benefits for all of its full-time employees through a defined contribution plan. Employees are eligible to participate on the first day of their employment. The SDHC contributes an amount equal to 14% of the employee's base salary semi-monthly. The SDHC's contributions for each employee (and interest allocated to the employee's account) are fully vested after five years of continuous service. The SDHC contributions for, and interest forfeited by, employees who leave employment before five years of service are used to reduce the SDHC's contribution requirement.

SDHC made the required 14% contribution, amounting to approximately \$1,344,000 for Fiscal Year 2000 based on covered payroll of approximately \$9,599,000.

SDHC offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all full-time SDHC employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, disability or an unforeseeable emergency.

Fair value of the Plan assets was \$4,655,466 at June 30, 2000.

- f. Southeastern Economic Development Corporation ("SEDC") has a Simplified Employee Pension Plan covering all full-time, permanent employees. The plan is a defined contribution plan. Employees are eligible to participate on the first day of the month following 90 days after their date of employment. During each plan year, SEDC contributes monthly an amount equal to 12% of the employee's base salary. Beginning July 1, 1998, SEDC contributed an additional monthly amount equal to 3% of the base salary for management employees. Such contributions are fully vested upon contributions.

SEDC's total payroll in Fiscal Year 2000 was approximately \$782,000. SEDC contributions were calculated using the base salary amount of approximately \$701,000. SEDC made the required 12% contribution, amounting to approximately \$93,000 for Fiscal Year 2000.

11. POST RETIREMENT HEALTH INSURANCE

In addition to providing pension benefits, the City of San Diego Municipal Code provides certain health care insurance benefits for retired general and safety members of SDCERS who retired on or after October 6, 1980. At June 30, 2000, approximately 2,410 eligible retirees received benefits.

Certain health care insurance benefits were established during Fiscal Year 1995 for eligible retirees who retired prior to October 6, 1980 or who were otherwise not eligible to receive City-paid health care insurance as of June 30, 1994. At June 30, 2000, approximately 768 eligible retirees received benefits.

11. POST RETIREMENT HEALTH INSURANCE (Continued)

Currently, expenses for post-employment healthcare benefits are recognized as they are paid. For the fiscal year ended June 30, 2000, expenditures of approximately \$5,413,222 were recognized for such health care benefits.

Substantially all of the City's general and safety members of SDCERS may become eligible for those benefits if they reach normal retirement age and meet service requirements as defined while working for the City.

12. INTERFUND RECEIVABLE AND PAYABLE BALANCES

Interfund working capital advances balances at June 30, 2000 are as follows (in thousands):

<u>Fund</u>	<u>Advances from Other Funds</u>	<u>Advances to Other Funds</u>
General Fund	\$0	\$9,920
Special Revenue Funds:		
City of San Diego:		
Acquisition, Improvement and Operation	0	282
Environmental Growth	0	848
Street Division Operations	0	7,793
Other Special Revenue (Budgeted)	0	69
Other Special Revenue (Unbudgeted)	0	12
Centre City Development Corporation	450	0
Southeastern Economic Development Corporation	159	0
Total Special Revenue Funds	609	9,004
Debt Service:		
City of San Diego:		
Other Special Assessments	12	0
San Diego Open Space Park Facilities District #1	622	0
Total Debt Service Funds	634	0
Capital Projects Funds:		
Redevelopment Agency	0	609
Total Capital Projects Funds	0	609

12. INTERFUND RECEIVABLE AND PAYABLE BALANCES (Continued)

<u>Fund</u>	<u>Advances from Other Funds</u>	<u>Advances to Other Funds</u>
Enterprise Funds:		
City of San Diego:		
Airports	\$ 0	\$ 190
Environmental Services	0	4,073
Golf Course	0	643
Planning and Development Review	0	107
Recycling	0	3,064
Sewer Utility	0	13,279
Water Utility	<u>0</u>	<u>12,543</u>
Total Enterprise Funds	<u>0</u>	<u>33,899</u>
Internal Service Funds:		
City of San Diego:		
Central Garage and Machine Shop	46,806	36
Central Stores	3,282	34
Engineering and Capital Projects	0	165
Print Shop	0	55
Self Insurance	2,085	0
Miscellaneous Internal Services	<u>0</u>	<u>24</u>
Total Internal Service Funds	<u>52,173</u>	<u>314</u>
Trust and Agency Funds:		
City of San Diego:		
Other Miscellaneous Agency	<u>330</u>	<u>0</u>
Total	<u>\$53,746</u>	<u>\$53,746</u>

12. INTERFUND RECEIVABLE AND PAYABLE BALANCES (Continued)

Interfund receivable and payable balances at June 30, 2000 are as follows (in thousands):

<u>Fund</u>	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
General Fund	\$109,686	\$ 0
Special Revenue Funds:		
City of San Diego:		
Other Special Revenue (Budgeted)	0	141
Transient Occupancy Tax	669	0
Redevelopment Agency	0	31,900
Total Special Revenue Funds	669	32,041
Capital Projects Funds:		
City of San Diego:		
Capital Outlay	0	9,000
Convention Center Expansion Financing Authority	0	669
Public Facilities Financing Authority	0	4,311
Redevelopment Agency	31,900	
San Diego Facilities and Equipment Leasing Corporation	0	6,049
Total Capital Projects Funds	31,900	20,029
Enterprise Funds:		
City of San Diego:		
Planning and Development Review	0	550
Environmental Services	551	0
Sewer Utility	4,311	0
Water Utility	6,049	0
Total Enterprise Funds	10,911	550
Trust and Agency Funds:		
Other Miscellaneous Agency	0	100,546
Total Trust and Agency Funds	0	100,546
Total	\$153,166	\$153,166
Primary Government and Component Unit		
Component Unit - SDCCC	2,171	0
Component Unit - Authority	2,128	0
Primary Government - Transient Occupancy Tax	0	2,171
Primary Government - Other Special Revenue (Unbudgeted)	0	2,128
	\$ 4,299	\$ 4,299

13. ENTERPRISE FUNDS SEGMENT INFORMATION

The City maintains Enterprise Funds which provide airport, sewer, water and other services. Segment information for the year ended June 30, 2000 is as follows (in thousands):

	<u>Airports</u>	<u>The Centre</u>	<u>City Store</u>	<u>Environmental Services</u>	<u>Golf Course</u>	<u>Subtotal</u>
Operating Revenues	\$2,904	\$967	\$695	\$32,709	\$7,185	\$44,460
Operating Expenses before Depreciation & Amortization	2,443	1,054	681	28,187	5,290	37,655
Depreciation & Amortization	592	2	1	460	182	1,237
Operating Income (Loss)	(131)	(89)	13	4,062	1,713	5,568
Operating Transfers In	0	0	0	0	0	0
Transfers In from Governmental Funds	0	0	0	0	0	0
Operating Transfers Out	(4)	(1)	0	(226)	(9)	(240)
Transfers Out to Governmental Funds	0	0	0	0	(1,221)	(1,221)
Nonoperating Revenue	193	17	5	3,341	245	3,801
Nonoperating Expense	(162)	0	0	(155)	(6)	(323)
Net Income (Loss)	(104)	(73)	18	7,022	722	7,585
Grant Revenues (Expenses)	15	0	0	23	0	38
Capital Contributions	185	0	0	0	0	185
Net Fixed Asset Additions	4,906	3	0	9,147	298	14,354
(Deletions)	(5,159)	0	0	(155)	0	(5,314)
Net Working Capital	4,409	378	200	28,980	4,407	38,374
Total Assets	14,357	540	247	141,239	12,902	169,285
Total Equity	14,073	375	217	128,790	12,137	155,592
Long-Term Liabilities:						
Bonds Payable	0	0	0	0	0	0
Other	27	8	0	9,868	68	9,971

13. ENTERPRISE FUNDS SEGMENT INFORMATION (Continued)

	Subtotal (Previous Page)	Planning and Develop- ment Review	Recycling	Sewer Utility	Water Utility	San Diego Data Processing Corporation	Grand Total
Operating Revenues	\$44,460	\$34,143	\$16,556	\$221,619	\$220,791	\$54,556	\$592,125
Operating Expenses before Depreciation & Amortization	37,655	37,602	10,634	135,863	190,253	48,084	460,091
Depreciation & Amortization	1,237	722	379	36,447	14,137	6,066	58,988
Operating Income (Loss)	5,568	(4,181)	5,543	49,309	16,401	406	73,046
Operating Transfers In	0	0	0	0	0	0	0
Transfers In from Governmental Funds	0	584	0	0	0	0	584
Operating Transfers Out	(240)	(156)	(63)	(1,145)	(811)	0	(2,415)
Transfers Out to Governmental Funds	(1,221)	0	0	0	0	(500)	(1,721)
Nonoperating Revenue	3,801	450	331	20,437	14,455	234	39,708
Nonoperating Expense	(323)	(43)	0	(54,514)	(19,014)	(302)	(74,196)
Net Income (Loss)	7,585	(3,346)	5,811	14,087	11,031	(162)	35,006
Grant Revenues (Expenses)	38	0	0	495	1,687	0	2,220
Capital Contributions	185	0	0	57,520	43,284	0	100,989
Net Fixed Asset Additions (Deletions)	14,354 (5,314)	42 0	2,035 0	194,223 (2,767)	92,177 (49)	(791) (2)	302,040 (8,132)
Net Working Capital	38,374	535	9,537	432,446	433,905	(2,824)	911,973
Total Assets	169,285	14,531	15,993	2,775,900	1,335,840	23,982	4,335,531
Total Equity	155,592	3,702	10,226	1,609,099	889,140	11,925	2,679,684
Long-Term Liabilities:							
Bonds Payable	0	0	0	0	0	0	0
Other	9,971	593	4,982	1,096,774	390,117	3,723	1,506,160

14. CONTRIBUTED CAPITAL - ENTERPRISE FUNDS

During the year ended June 30, 2000, contributed capital increased (decreased) by the following amounts (in thousands):

<u>Source</u>	<u>Airports</u>	<u>The Centre</u>	<u>City Store</u>	<u>Environmental Services</u>	<u>Golf Course</u>	<u>Planning and Development Review</u>	<u>Recycling</u>	<u>Sewer Utility</u>	<u>Water Utility</u>
Capacity Charges	\$ 0	\$0	\$0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 19,588	\$ 18,455
Developer-Capital Improvements	0	0	0	0	0	0	0	15,286	20,533
Federal Grant - Capital Improvements	0	0	0	0	0	0	0	21,023	2,425
Federal Grant - Capital Reimbursements	175	0	0	0	0	0	0	0	0
Government - General Fixed Assets	0	0	0	0	0	0	0	0	0
Government - Capital Infusion	0	0	0	0	0	0	0	553	1,502
Contribution in Aid	0	0	0	0	0	0	0	0	369
Government - Capital Reimbursement	0	0	0	0	0	0	0	0	0
Meters and Services	0	0	0	0	0	0	0	0	0
State Grant - Capital Reimbursements	10	0	0	0	0	0	0	1,070	0
Total Increases (Decreases)	185	0	0	0	0	0	0	57,520	43,284
Contributed Capital, July 1, 1999	<u>10,783</u>	<u>0</u>	<u>0</u>	<u>243</u>	<u>21</u>	<u>371</u>	<u>327</u>	<u>866,688</u>	<u>581,930</u>
Contributed Capital, June 30, 2000	<u>\$10,968</u>	<u>\$0</u>	<u>\$0</u>	<u>\$243</u>	<u>\$21</u>	<u>\$371</u>	<u>\$327</u>	<u>\$924,208</u>	<u>\$625,214</u>

15. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters which may render the City liable to the public and to its employees. The Self Insurance Fund, an Internal Service Fund, was created to provide coverage against such risks up to a maximum of \$3.0 million for each workers' compensation claim and \$1.0 million for each general or automobile claim.

In addition, the City maintains an excess liability insurance policy whereby the City pays the first \$1,000,000 per occurrence. Amounts in excess of \$1,000,000 up to \$24,000,000 per occurrence are covered by the insurance. Any amounts over \$24,000,000 per occurrence would be paid by the City.

15. RISK MANAGEMENT (Continued)

The City is self-insured for workers' compensation, long-term disability and certain employee group health coverages. Each participating fund contributes an amount equal to an actuarially determined rate times the gross salaries of the fund. These payments are treated as operating expenditures in the contributing funds and operating revenues in the receiving funds.

All funds of the City participate in the program and make payments to the Self Insurance Fund based on actuarial estimates of the amounts needed to pay prior and current year claims and to establish a reserve for catastrophic losses. The reserve was \$25.3 million at June 30, 2000 and is reported as a reservation of the Self Insurance Fund's retained earnings.

Estimated liabilities for liability claims have been set up in the Self-Insurance Fund, Sewer Utility Fund, Water Utility Fund, as well as in the General Long-Term Debt Account Group. These amounts represent the City's determination of the probable ultimate cost of the claims. Property insurance is maintained on selected capital assets based upon various factors including management's assessment of the risks of loss.

The estimated liabilities as of June 30, 2000 are determined by the City based on recommendations from an independent actuarial evaluation. The liabilities are based on estimates of the ultimate costs of claims (including future claim adjustment expenses) that have been reported but not settled and claims that have been incurred but not reported (IBNR).

A reconciliation showing current and prior year activity is presented below (in thousands):

	Public Liability	City's Liability Under Worker's Comp, Long- Term Disability, & Group Health Insurance	Total
Balance July 1, 1998	\$40,692	\$33,728	\$74,420
Claims and Changes in Estimates	13,739	28,173	41,912
Claim Payments	<u>(13,406)</u>	<u>(28,168)</u>	<u>(41,574)</u>
Balance June 30, 1999	41,025	33,733	74,758
Claims and Changes in Estimates	6,781	34,478	41,259
Claim Payments	<u>(9,640)</u>	<u>(31,938)</u>	<u>(41,578)</u>
Balance June 30, 2000	<u>\$38,166</u>	<u>\$36,273</u>	<u>\$74,439</u>

During the current year, there were no significant reductions in insurance coverage from the prior year. For each of the past three fiscal years, the settlements have not exceeded insurance coverage.

16. FUND DEFICIT

The Internal Service Funds have a net fund equity surplus of approximately \$12,113,000 at June 30, 2000. This balance includes a fund equity deficit in the Self Insurance Fund of approximately \$25,310,000 which represents unfunded estimated claims and claim settlements related to worker's compensation, long-term disability and certain employee group health coverages. It is anticipated that individual claim settlements will be funded through user charges subsequent to the filing of a claim and prior to its settlement.

17. COMMITMENTS

At June 30, 2000, \$99,500,000 of Tax Anticipation Notes issued during Fiscal Year 1999-00 were still outstanding. Monies for full redemption of these notes were fully segregated in a separate repayment fund at June 30, 2000 and subsequently used to redeem the notes on September 29, 2000. The liability for these notes is shown in the General Fund. On July 3, 2000, the City issued \$53,000,000 of Tax Anticipation Notes and on September 26, 2000 the City issued \$24,000,000 of Tax Anticipation Notes to finance Fiscal Year 2000-01 General Fund cash flow requirements.

The City is currently obligated to transfer up to two-thirds of the annual franchise tax receipts in the Environmental Growth Fund (a Special Revenue Fund) to the San Diego Open Space Park Facilities District #1 (the "District") Fund (a Debt Service Fund) for the payment of debt service on the District's outstanding general obligation bonds. Such required debt service on the District's outstanding bond obligations of \$49,530,000 at June 30, 2000 is approximately \$7,047,000 for each of the subsequent five years ending June 30, 2005.

The City has guaranteed the payment of a revolving line of credit in the maximum amount of \$7,500,000 on behalf of various individuals through Wells Fargo Bank regarding the CDBG Housing Loan Leveraging Program. As of June 30, 2000, approximately \$1,667,742 of total leveraged loans are still outstanding.

The Sewer Utility's construction plans for various projects are estimated to cost approximately \$229,848,000. As of June 30, 2000, the Utility's contractual commitments for the projects totaled approximately \$135,909,000. The Utility intends to finance the contractual commitments with approved State and Federal grants, service charges and the Installment Purchase Agreement.

The Water Utility's construction plans for various projects are estimated to cost approximately \$117,033,000. As of June 30, 2000, the Utility's contractual commitments for the projects totaled approximately \$74,235,000. The Utility intends to finance the contractual commitments with reserves and service charges.

18. CONTINGENCIES

The City has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursement to the grantor agency for expenditures disallowed under terms of the grant. City management believes such disallowances, if any, would not have a material effect on the City's financial position.

In September 1989, legislation was adopted (Assembly Bill No. 2080) which requires the Redevelopment Agency of the City of San Diego to fund Low and Moderate Housing Activity equivalent to at least 20% of tax increment revenue received after Fiscal Year 1985. In October 1990, the Agency adopted a nine-year plan to fully fund the retroactive 20% requirement (Resolution No.'s 1911, 1912, and 1913). At June 30, 2000, the 20% requirement was fully funded.

Proposition 218 was approved by the voters in November 1996 and could limit the City's ability to collect new taxes and fees. This measure requires a voter majority approval for all taxes used for "general government purposes" and a two-thirds voter approval for "special taxes" used for defined purposes. Proposition 218 repeals any such taxes imposed after January 1, 1995, that fail to meet these requirements. If the City is unable to continue to collect these revenues, the services and programs funded with these revenues would be reduced or eliminated.

During 1997 the City entered into a ten year agreement with the San Diego Chargers professional football team which included a clause whereby the City would generally provide stadium rent credits to the San Diego Chargers for the value of unsold tickets up to 60,000 for any home game.

18. CONTINGENCIES (Continued)

In February 2000, a rainstorm partially dislodged a 3000 pound manhole cover leading to blockage in a sewer main in a remote canyon near San Diego State University. As a result, 34 million gallons of sewage spilled into the San Diego River. The proposed \$3,400,000 fine from the Regional Water Quality Control Board is currently being appealed.

19. THIRD PARTY DEBT

The City has authorized the issuance of certain bonds, in its name, to provide tax exempt status because it perceives a substantial public benefit will be achieved through the use of the proceeds. The City has also authorized Section 108 loans from the Department of Housing and Urban Development. The following describes the various types of such third party debt:

Mortgage and Revenue Bonds

Single Family Mortgage Revenue Bonds have been issued to provide funds to purchase mortgage loans secured by first trust deeds on newly constructed and existing single-family residences. The purpose of this program is to provide low interest rate home mortgage loans to persons of low or moderate income who are unable to qualify for conventional mortgages at market rates. Multi-Family Housing Revenue Bonds are issued to provide construction and permanent financing to developers of multi-family residential rental projects located in the City to be partially occupied by persons of low or moderate income.

Industrial Development Revenue Bonds

Industrial Development Revenue Bonds have been issued to provide financial assistance for the acquisition, construction, and installation of facilities for industrial, commercial or business purposes to mutually benefit the citizens of the City of San Diego.

1911 Act Special Assessment Bonds

1911 Act Special Assessment Bonds have been issued to provide funds for the construction or acquisition of public improvements, and/or the acquisition of property for public purposes, for the benefit of particular property holders within the City. Each bond is secured by a lien on a specific piece of property. As of June 30, 2000, the status of all third party bonds issued is as follows (in thousands):

	<u>Issued</u>	<u>Outstanding</u>
Mortgage Revenue	\$502,187	\$448,885
Industrial Development Revenue	366,805	360,590
1911 Act Special Assessment	<u>185</u>	<u>138</u>
Totals	<u>\$869,177</u>	<u>\$809,613</u>

These bonds do not constitute an indebtedness of the City. The bonds are payable solely from payments made on and secured by a pledge of the acquired mortgage loans, certain funds and other monies held for the benefit of the bondholders pursuant to the bond indentures, property liens and other loans. In the opinion of City officials, these bonds are not payable from any revenues or assets of the City, and neither the full faith and credit for the taxing authority of the City, the state, or any political subdivision thereof is obligated to the payment of principal or interest on the bonds. In essence, the City is acting as an agent for the property owners/bondholders in collecting and forwarding the funds. Accordingly, no liability has been recorded in the City's General Long-Term Debt Account Group.

19. THIRD PARTY DEBT (Continued)Section 108 Loans

The City has received Section 108 loans from the Department of Housing and Urban Development, to be repaid with future years Community Development Block Grant entitlements. Accordingly, no liability has been recorded in the City's General Long -Term Debt Account Group. As of June 30, 2000, \$20,815,000 remains outstanding.

20. CLOSURE AND POSTCLOSURE CARE COST

State and federal laws and regulations require that the City of San Diego place a final cover on its Miramar landfill site when it stops accepting waste and perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the City reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date.

The \$9,106,000 reported as landfill closure and postclosure care liability at June 30, 2000 represents the cumulative amount reported to date based on the use of 55.4% of the estimated capacity of the landfill.

The City will recognize the remaining estimated cost of closure and postclosure care of \$9,106,000 as the remaining estimated capacity is filled. These amounts are based on what it would cost to perform all closure and postclosure care in 1999. The City expects to close the landfill in the year 2003. Actual cost may be higher due to inflation, changes in technology, or changes in regulations.

The City is required by state and federal laws and regulations to make annual contributions to finance closure and postclosure care. The City is in compliance with these requirements, and, at June 30, 2000 cash or equity in pooled cash and investments of \$20,349,000 is held for this purpose. This is reported as restricted assets on the balance sheet. The City expects that future inflation costs will be paid from interest earnings on these annual contributions. However, if interest earnings are inadequate or additional postclosure care requirements are determined (due to changes in technology or applicable laws or regulations, for example), these costs may need to be covered by charges to future landfill users or from other sources.

21. OPERATING AGREEMENTSCity of San Diego and San Diego Data Processing Corporation

In September 1979, the San Diego Data Processing Corporation (SDDPC) entered into an operating agreement with the City. Under the terms of the agreement, as amended, SDDPC has agreed to provide data processing and services needed to support the operational and planning requirements of the City.

The rates charged for the various services are subject to adjustment each fiscal year. Included in data processing services revenue for the year ended June 30, 2000 and 1999 are approximately \$25,292,000 and \$24,064,000, respectively, of revenue earned from the City under this agreement.

The operating agreement also requires SDDPC to purchase computer equipment, computer maintenance, various contractual services and other reimbursed expenses as a part of the service it provides to the City. The City then reimburses SDDPC the costs associated with these expenses. Such transactions are not considered to be revenues and expenses of SDDPC and are excluded from its statements of revenues, expenses and members' equity. The amount of these expenditures for the years ended June 30, 2000 and 1999 were approximately \$25,292,000 and \$24,064,000, respectively. SDDPC earned \$1,583,000 and \$1,260,000 in general and administrative fees from such transactions for year ended June 30, 2000 and 1999, respectively.

21. OPERATING AGREEMENTS (Continued)

The operating agreement was amended during fiscal 1988 to have SDDPC provide and operate telecommunications services for the City. The rates for the various services are subject to adjustment each fiscal year.

San Diego Geographical Information System

During Fiscal Year 1997, the San Diego Geographical Information System ("SANGIS") was formed as a Joint Powers Authority ("JPA") from and to replace the Regional Urban Information System ("RUIS"). In Fiscal Year 1998, a five-year services agreement was finalized between SDDPC and SANGIS.

Included in SDDPC's data processing services revenue are the following amounts relating to SANGIS for the years ended June 30, 2000 and 1999, respectively:

	<u>2000</u>	<u>1999</u>
City	\$410,374	\$334,975
County	<u>0</u>	<u>70,685</u>
Totals	<u>\$410,374</u>	<u>\$405,660</u>

Complete financial statements for each of the individual component units may be obtained from the City Auditor and Comptroller's office.

Automated Regional Justice Information System

On July 1, 1997, SDDPC renewed, through June 30, 2000, its agreement with a joint powers agency known as the Automated Regional Justice Information System ("ARJIS") whose main purpose is to pursue development of computerized law enforcement systems in the region.

Under the agreement, SDDPC is to provide data processing services to ARJIS at rates which, on an annual basis, are equivalent to those charged to other governmental entity clients. Included in SDDPC's data processing services revenue is approximately \$2,809,000 and \$4,222,000 relating to ARJIS for the years ended June 30, 2000 and 1999, respectively.

State of California

During fiscal year 2000, the SDDPC entered into an agreement with the State of California Department of Information Technology to provide data processing services. The SDDPC's data processing services revenue for the year ended June 30, 2000 was approximately \$9,232.

San Diego Medical Services Enterprise, LLC

On July 1, 1997, the City entered into an operating agreement with San Diego Medical Services Enterprise, LLC ("SDMSE") to provide emergency medical services and emergency medical transportation services. Under the agreement the City paid SDMSE \$650,004 and SDMSE paid the City \$4,193,845.

During the year, SDMSE made a distribution to its partners as follows (in thousands):

Transfers to primary government - City of San Diego	\$2,271
Distribution to partners - Rural Metro of San Diego, Inc.	2,271

22. CUMULATIVE EFFECT OF CHANGE IN ACCOUNTING PRINCIPLE

The U.S. Department of Housing and Urban Development ("HUD") established the HUD Real Estate Assessment Center (REAC) requiring HUD's multifamily housing programs annual audits of financial statements to be prepared in accordance with GAAP. As a result of the change, SDHC is required to depreciate fixed assets over useful lives in accordance with GAAP. The effect of this change is reflected as a current year depreciation expense of approximately \$2,828,000 and cumulative change in accounting principle for accumulated depreciation and write-offs of fixed assets through June 30, 1999 of approximately \$69,109,000. The beginning retained earnings was restated as follows (in thousands):

Beginning fund equity	\$150,652
Prior years' accumulated depreciation	(3,472)
Reclassification of fixed assets to contributed capital and write-offs	(65,637)
Adjustments to Section 8 settlement reports	825
Beginning retained earnings as restated	<u>\$82,368</u>

23. SUBSEQUENT EVENTS

- a. On July 3, 2000, the City issued the \$53,000,000 Fiscal Year 2000-01 Tax Anticipation Notes, Series A.
- b. On September 26, 2000, the City issued the \$24,000,000 Fiscal Year 2000-2001 Tax Anticipation Notes, Series B.
- c. On October 25, 2000, the Redevelopment Agency of the City issued the \$13,000,000 and \$7,000,000 North Bay and North Park Redevelopment Project Tax Allocation Bonds, Series 2000.
- d. On November 2, 2000, the City issued the \$56,020,000 and \$4,350,000 Santaluz Improvement Areas 1 and 3 Tax Allocation Bonds, Series 2000A and 2000B.
- e. On November 21, 2000, the Redevelopment Agency of the City issued the \$15,025,000 and \$21,390,000 Centre City Redevelopment Project Tax Allocation Bonds, Series 2000 and 2000B.
- f. On November 17, 2000, the SDCERS made a \$23,623,562 payment to retirees, based upon the Corbett lawsuit.



TRUST AND AGENCY FUNDS
PENSION TRUST FUNDS
CITY EMPLOYEES' RETIREMENT SYSTEM
REQUIRED SUPPLEMENTARY INFORMATION - ANALYSIS OF FUNDING PROGRESS
LAST SIX FISCAL YEARS
(IN MILLIONS)

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) PUC (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b - a)/c)
06/30/94	\$1,273,827	\$1,338,280	\$64,453	95.2	\$360,173	17.9
06/30/95	1,380,436	1,476,711	96,275	93.5	372,967	25.8
06/30/96	1,553,283	1,682,605	129,322	92.3	388,646	33.3
06/30/97	1,716,872	1,822,432	105,560	94.2	408,106	25.9
06/30/98	1,950,158	2,061,301	111,143	94.6	425,707	26.1
06/30/99	2,143,463	2,271,356	127,893	94.4	454,551	28.1

GENERAL FUND

THE GENERAL FUND IS THE GENERAL OPERATING FUND OF THE CITY. IT IS USED TO ACCOUNT FOR ALL FINANCIAL RESOURCES EXCEPT THOSE REQUIRED TO BE ACCOUNTED FOR IN ANOTHER FUND. GENERAL FUND REVENUES ARE DERIVED FROM SUCH SOURCES AS TAXES, LICENSES AND PERMITS, FINES, FORFEITURES AND PENALTIES, USE OF MONEY AND PROPERTY, AID FROM OTHER GOVERNMENTAL AGENCIES, CHARGES FOR CURRENT SERVICES AND OTHER REVENUE. CURRENT EXPENDITURES AND ENCUMBRANCES ARE CLASSIFIED BY THE FUNCTIONS OF GENERAL GOVERNMENT, COMMUNITY AND ECONOMIC DEVELOPMENT, PUBLIC SAFETY, LIBRARIES, PARKS, RECREATION AND CULTURE, PUBLIC WORKS, EMPLOYEE RELATIONS AND SPECIAL PROJECTS, MISCELLANEOUS AND UNALLOCATED, AND TRANSFER INTEREST EXPENDITURES. APPROPRIATIONS ARE MADE FROM THE FUND ANNUALLY. THE FUND WILL CONTINUE TO EXIST INDEFINITELY.

FINANCIAL STATEMENTS

GENERAL FUND

GENERAL FUND
CITY OF SAN DIEGO
BALANCE SHEET
June 30, 2000
With Comparative Figures for June 30, 1999
(In Thousands)

	2000	1999
ASSETS		
Cash or Equity in Pooled Cash and Investments	\$ 24,708	\$ 16,005
Receivables:		
Taxes - Net	30,182	27,491
Accounts - Net	32,805	29,856
Claims - Net	36	9
Accrued Interest	2,744	1,745
From Other Funds	109,686	94,547
From Other Agencies	1,068	1,068
Advances to Other Funds	9,920	6,771
Advances to Other Agencies	350	350
Prepaid and Reimbursable Items and Deposits	1,161	302
TOTAL ASSETS	\$ 212,660	\$ 178,144
LIABILITIES		
Accounts Payable	\$ 2,927	\$ 2,461
Accrued Wages and Benefits	21,923	16,598
Deferred Revenue	33,904	30,934
Contracts and Notes Payable	99,500	88,500
TOTAL LIABILITIES	158,254	138,493
FUND EQUITY		
Fund Balance:		
Reserved for Encumbrances	11,628	9,542
Reserved for Advances and Deposits	10,270	7,121
Unreserved:		
Designated for Subsequent Years' Expenditures	2,972	1,818
Undesignated	29,536	21,170
TOTAL FUND EQUITY	54,406	39,651
TOTAL LIABILITIES AND FUND EQUITY	\$ 212,660	\$ 178,144

GENERAL FUND
CITY OF SAN DIEGO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
Year Ended June 30, 2000
With Comparative Figures for the Year Ended June 30, 1999
(In Thousands)

	2000	1999
REVENUES		
Property Taxes	\$ 144,288	\$ 130,624
Sales Taxes	130,240	128,339
Other Local Taxes	94,809	86,968
Licenses and Permits	20,693	20,630
Fines, Forfeitures and Penalties	28,410	23,613
Revenue from Use of Money and Property	34,429	29,940
Revenue from Federal Agencies	1,644	2,026
Revenue from Other Agencies	83,821	55,697
Charges for Current Services	77,469	70,244
Other Revenue	2,777	2,526
TOTAL REVENUES	618,580	550,607
EXPENDITURES		
Current:		
General Government	69,400	67,405
Community and Economic Development	14,661	9,818
Public Safety	348,869	320,153
Libraries	22,820	21,824
Parks, Recreation and Culture	49,850	44,910
Public Works	76,300	70,413
Employee Relations and Special Projects	637	723
Miscellaneous and Unallocated	1,881	2,505
Debt Service:		
Interest	5,213	4,894
TOTAL EXPENDITURES	589,631	542,645
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	28,949	7,962
OTHER FINANCING SOURCES (USES)		
Transfers from Proprietary/Fiduciary Funds	2,117	1,574
Transfers from Other Funds	30,511	28,369
Transfers from Component Unit	324	588
Transfers to Proprietary Funds	(18,976)	(15,816)
Transfers to Other Funds	(27,520)	(24,365)
Transfers to Component Unit	(650)	(900)
TOTAL OTHER FINANCING SOURCES (USES)	(14,194)	(10,550)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	14,755	(2,588)
Fund Balance at Beginning of Year	39,651	40,434
Residual Equity Transfer From Other Funds	---	1,805
FUND BALANCE AT END OF YEAR	\$ 54,406	\$ 39,651

GENERAL FUND
CITY OF SAN DIEGO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN UNDESIGNATED FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
Year Ended June 30, 2000
(In Thousands)

	Actual	Adjustment to Budgetary Basis	Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
REVENUES					
Property Taxes	\$ 144,288	\$ ---	\$ 144,288	\$ 145,166	\$ (878)
Sales Taxes	130,240	---	130,240	122,379	7,861
Other Local Taxes	94,809	---	94,809	92,988	1,821
Licenses and Permits	20,693	---	20,693	20,313	380
Fines, Forfeitures and Penalties	28,410	---	28,410	27,241	1,169
Revenue from Use of Money and Property	34,429	---	34,429	31,725	2,704
Revenue from Federal Agencies	1,644	---	1,644	1,488	156
Revenue from Other Agencies	83,821	---	83,821	71,820	12,001
Charges for Current Services	77,469	---	77,469	72,410	5,059
Other Revenue	2,777	---	2,777	3,823	(1,046)
TOTAL REVENUES	618,580	---	618,580	589,353	29,227
EXPENDITURES					
Current:					
General Government	69,400	3,022	72,422	75,159	2,737
Community and Economic Development	14,661	730	15,391	15,841	450
Public Safety	348,869	3,920	352,789	357,024	4,235
Libraries	22,820	521	23,341	23,853	512
Parks, Recreation and Culture	49,850	3,291	53,141	54,828	1,687
Public Works	76,300	3,156	79,456	80,462	1,006
Employee Relations and Special Projects	637	8	645	658	13
Miscellaneous and Unallocated	1,881	129	2,010	2,145	135
Debt Service:					
Interest	5,213	---	5,213	5,213	---
TOTAL EXPENDITURES	589,631	14,777	604,408	615,183	10,775
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	28,949	(14,777)	14,172	(25,830)	40,002
OTHER FINANCING SOURCES (USES)					
Transfers from Proprietary/Fiduciary Funds	2,117	---	2,117	4,811	(2,694)
Transfers from Other Funds	30,511	---	30,511	43,973	(13,462)
Transfers from Component Unit	324	---	324	324	---
Transfers to Proprietary Funds	(18,976)	---	(18,976)	(18,976)	---
Transfers to Other Funds	(27,520)	---	(27,520)	(27,520)	---
Transfers to Component Unit	(650)	---	(650)	(650)	---
TOTAL OTHER FINANCING SOURCES (USES)	(14,194)	---	(14,194)	1,962	(16,156)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	\$ 14,755	\$ (14,777)	(22)	(23,868)	23,846
Fund Balance Undesignated at July 1, 1999			21,170	21,170	---
Reserved for Encumbrances at July 1, 1999			9,542	9,542	---
Designated for Subsequent Years' Expenditures at July 1, 1999			1,818	1,818	---
Designated for Subsequent Years' Expenditures at June 30, 2000			(2,972)	---	(2,972)
FUND BALANCE UNDESIGNATED AT June 30, 2000	\$ 29,536	\$ 8,662	\$ 20,874		

GENERAL FUND
CITY OF SAN DIEGO
SCHEDULE OF REVENUES AND TRANSFERS
BUDGET AND ACTUAL (BUDGETARY BASIS)
Year Ended June 30, 2000
(In Thousands)

	Actual	Adjustment to Budgetary Basis	Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
PROPERTY TAXES					
One Percent Property Tax Allocation	\$ ---	\$ ---	\$ ---	\$ 145,166	\$ (145,166)
Current Year - Secured	121,151	---	121,151	---	121,151
Current Year Supplemental - Secured	5,051	---	5,051	---	5,051
Current Year - Unsecured	6,734	---	6,734	---	6,734
Current Unsecured Supplemental Roll	119	---	119	---	119
Homeowners' Exemptions - Secured	2,561	---	2,561	---	2,561
Homeowners' Exemptions - Unsecured	2	---	2	---	2
Prior Years' - Secured	2,838	---	2,838	---	2,838
Prior Years' - Unsecured	(128)	---	(128)	---	(128)
Interest and Penalties on Delinquent Taxes	597	---	597	---	597
Escapes - Secured	240	---	240	---	240
Escapes - Unsecured	276	---	276	---	276
Other Property Taxes	989	---	989	---	989
State Secured Unitary	3,858	---	3,858	---	3,858
TOTAL PROPERTY TAXES.....	144,288	---	144,288	145,166	(878)
SALES TAXES.....	130,240	---	130,240	122,379	7,861
OTHER LOCAL TAXES					
Franchises	38,597	---	38,597	35,633	2,964
Property Transfer Tax	5,290	---	5,290	5,220	70
Transient Occupancy Tax	50,922	---	50,922	52,135	(1,213)
TOTAL OTHER LOCAL TAXES	94,809	---	94,809	92,988	1,821
LICENSES AND PERMITS					
General Business Licenses	4,718	---	4,718	4,421	297
Refuse Collection Business Licenses	1,524	---	1,524	1,598	(74)
Other Regulatory Business Licenses	1,945	---	1,945	1,816	129
Rental Unit Tax	5,294	---	5,294	4,990	304
Parking Meter Revenue	5,086	---	5,086	4,443	643
Street and Curb Permits	64	---	64	49	15
Other Licenses and Permits	2,062	---	2,062	2,996	(934)
TOTAL LICENSES AND PERMITS	20,693	---	20,693	20,313	380
FINES, FORFEITURES AND PENALTIES					
California Vehicle Code Violations	26,386	---	26,386	26,415	(29)
Other City Ordinance Code Violations	2,024	---	2,024	813	1,211
Other California Statutory Violations	---	---	---	13	(13)
TOTAL FINES, FORFEITURES AND PENALTIES	28,410	---	28,410	27,241	1,169

Continued on next page

GENERAL FUND
CITY OF SAN DIEGO
SCHEDULE OF REVENUES AND TRANSFERS
BUDGET AND ACTUAL (BUDGETARY BASIS)
Year Ended June 30, 2000
(In Thousands)

	Actual	Adjustment to Budgetary Basis	Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
REVENUE FROM USE OF MONEY AND PROPERTY					
Interest on Investments	\$ 11,120	\$ ---	\$ 11,120	\$ 10,220	\$ 900
Balboa Park Rents and Concessions	487	---	487	502	(15)
Mission Bay Park Rents and Concessions	17,709	---	17,709	16,030	1,679
Torrey Pines Golf Course Rents and Concessions	192	---	192	203	(11)
Other Rents and Concessions	4,921	---	4,921	4,770	151
TOTAL REVENUE FROM USE OF MONEY AND PROPERTY	34,429	---	34,429	31,725	2,704
REVENUE FROM FEDERAL AGENCIES					
Revenue from Federal Agencies	1,644	---	1,644	1,488	156
REVENUE FROM OTHER AGENCIES					
State Motor Vehicle License Fees	61,234	---	61,234	60,116	1,118
Off-Highway Motor Vehicle License Fees	22	---	22	---	22
Local Relief	8,576	---	8,576	8,586	(10)
Tobacco Revenue	12,928	---	12,928	2,250	10,678
State Grants	1,061	---	1,061	868	193
TOTAL REVENUE FROM OTHER AGENCIES	83,821	---	83,821	71,820	12,001
CHARGES FOR CURRENT SERVICES					
Administrative Services to Other Agencies	143	---	143	56	87
Cemetery Revenue	620	---	620	549	71
Engineering Services	400	---	400	459	(59)
Fire Services	9,045	---	9,045	9,068	(23)
Golf Course Revenue	198	---	198	200	(2)
Library Revenue	1,124	---	1,124	936	188
Miscellaneous Recreation Revenue	1,901	---	1,901	1,768	133
Other Services	2,632	---	2,632	1,889	743
Paramedic Services	131	---	131	120	11
Planning and Miscellaneous Filing Fees	1,452	---	1,452	538	914
Police Services	2,686	---	2,686	2,785	(99)
Swimming Pools Revenue	1,201	---	1,201	1,003	198
Services Rendered to Other Funds for:					
General Government and Financial	28,146	---	28,146	27,737	409
Engineering	14,989	---	14,989	14,268	721
Park Design	1,448	---	1,448	863	585
Public Works	7,379	---	7,379	6,663	716
Miscellaneous Services	3,974	---	3,974	3,508	466
TOTAL CHARGES FOR CURRENT SERVICES	77,469	---	77,469	72,410	5,059

GENERAL FUND
CITY OF SAN DIEGO
SCHEDULE OF REVENUES AND TRANSFERS
BUDGET AND ACTUAL (BUDGETARY BASIS)
Year Ended June 30, 2000
(In Thousands)

	Actual	Adjustment to Budgetary Basis	Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
OTHER REVENUE					
Other Refunds of Prior Years' Expenditures	\$ 271	\$ ---	\$ 271	\$ 447	\$ (176)
Repairs and Damage Recoveries	130	---	130	62	68
Sale of Personal Property	215	---	215	182	33
Miscellaneous Revenue	2,161	---	2,161	3,132	(971)
TOTAL OTHER REVENUE	2,777	---	2,777	3,823	(1,046)
TOTAL REVENUES	618,580	---	618,580	589,353	29,227
TRANSFERS FROM PROPRIETARY/FIDUCIARY FUNDS					
Enterprise Funds:					
San Diego Data Processing Corporation	500	---	500	500	---
City of San Diego:					
Golf Course	1,221	---	1,221	1,221	---
Internal Service Funds:					
City of San Diego:					
Central Garage and Machine Shop	---	---	---	2,300	(2,300)
Miscellaneous Internal Service	7	---	7	500	(493)
Trust and Agency Funds:					
Nonexpendable Trust - Cemetery Perpetuity	389	---	389	290	99
TOTAL TRANSFERS FROM PROPRIETARY/ FIDUCIARY FUNDS	2,117	---	2,117	4,811	(2,694)
TRANSFERS FROM OTHER FUNDS					
Special Revenue Funds:					
Redevelopment Agency	500	---	500	1,868	(1,368)
City of San Diego:					
Environmental Growth	---	---	---	898	(898)
Special Gas Tax Street Improvement	3,368	---	3,368	2,845	523
Transient Occupancy Tax	18,112	---	18,112	27,031	(8,919)
Other Special Revenue	5,674	---	5,674	7,974	(2,300)
Capital Projects Funds:					
City of San Diego:					
Other Construction	2,857	---	2,857	3,357	(500)
TOTAL TRANSFERS FROM OTHER FUNDS	30,511	---	30,511	43,973	(13,462)
TRANSFERS FROM COMPONENT UNIT					
Transfer from San Diego Medical Services Enterprise, LLC	324	---	324	324	---
TOTAL REVENUES AND TRANSFERS	\$ 651,532	\$ ---	\$ 651,532	\$ 638,461	\$ 13,071

GENERAL FUND
CITY OF SAN DIEGO
SCHEDULE OF EXPENDITURES AND TRANSFERS
BUDGET AND ACTUAL (BUDGETARY BASIS)
Year Ended June 30, 2000
(In Thousands)

	Actual	Adjustment to Budgetary Basis	Current Year Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
GENERAL GOVERNMENT					
Departmental:					
Mayor					
Salaries and Wages	\$ 414	\$ ---	\$ 414	\$ 422	\$ 8
Non-Personnel	191	4	195	197	2
Total Mayor	605	4	609	619	10
Executive Services					
Salaries and Wages	591	---	591	693	102
Non-Personnel	272	12	284	284	---
Total Executive Services	863	12	875	977	102
Intergovernmental Relations					
Salaries and Wages	389	---	389	416	27
Non-Personnel	581	9	590	590	---
Total Intergovernmental Relations	970	9	979	1,006	27
City Council District 1					
Salaries and Wages	354	---	354	359	5
Non-Personnel	135	1	136	144	8
Total City Council District 1	489	1	490	503	13
City Council District 2					
Salaries and Wages	382	---	382	382	---
Non-Personnel	149	4	153	163	10
Total City Council District 2	531	4	535	545	10
City Council District 3					
Salaries and Wages	368	---	368	368	---
Non-Personnel	143	1	144	146	2
Total City Council District 3	511	1	512	514	2
City Council District 4					
Salaries and Wages	375	---	375	376	1
Non-Personnel	151	3	154	166	12
Total City Council District 4	526	3	529	542	13
City Council District 5					
Salaries and Wages	372	---	372	390	18
Non-Personnel	145	1	146	159	13
Total City Council District 5	517	1	518	549	31
City Council District 6					
Salaries and Wages	336	---	336	352	16
Non-Personnel	140	1	141	155	14
Total City Council District 6	476	1	477	507	30
City Council District 7					
Salaries and Wages	392	---	392	392	---
Non-Personnel	153	1	154	162	8
Total City Council District 7	545	1	546	554	8
City Council District 8					
Salaries and Wages	398	---	398	398	---
Non-Personnel	155	1	156	158	2
Total City Council District 8	553	1	554	556	2
Council Administration					
Salaries and Wages	332	---	332	357	25
Non-Personnel	168	6	174	214	40
Total Council Administration	500	6	506	571	65

Actual	Adjustment to Budgetary Basis	Prior Year Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)	Actual	Adjustment to Budgetary Basis	Total Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ 414	\$ ---	\$ 414	\$ 422	\$ 8
---	---	---	1	1	191	4	195	198	3
---	---	---	1	1	605	4	609	620	11
---	---	---	---	---	591	---	591	693	102
11	---	11	16	5	283	12	295	300	5
11	---	11	16	5	874	12	886	993	107
---	---	---	---	---	389	---	389	416	27
7	---	7	17	10	588	9	597	607	10
7	---	7	17	10	977	9	986	1,023	37
---	---	---	---	---	354	---	354	359	5
---	---	---	1	1	135	1	136	145	9
---	---	---	1	1	489	1	490	504	14
---	---	---	---	---	382	---	382	382	---
1	---	1	1	---	150	4	154	164	10
1	---	1	1	---	532	4	536	546	10
---	---	---	---	---	368	---	368	368	---
---	---	---	---	---	143	1	144	146	2
---	---	---	---	---	511	1	512	514	2
---	---	---	---	---	375	---	375	376	1
1	1	2	3	1	152	4	156	169	13
1	1	2	3	1	527	4	531	545	14
---	---	---	---	---	372	---	372	390	18
---	---	---	1	1	145	1	146	160	14
---	---	---	1	1	517	1	518	550	32
---	---	---	---	---	336	---	336	352	16
2	---	2	2	---	142	1	143	157	14
2	---	2	2	---	478	1	479	509	30
---	---	---	---	---	392	---	392	392	---
---	---	---	2	2	153	1	154	164	10
---	---	---	2	2	545	1	546	556	10
---	---	---	---	---	398	---	398	398	---
1	---	1	1	---	156	1	157	159	2
1	---	1	1	---	554	1	555	557	2
---	---	---	---	---	332	---	332	357	25
1	---	1	1	---	169	6	175	215	40
1	---	1	1	---	501	6	507	572	65

Continued on next page

GENERAL FUND
CITY OF SAN DIEGO
SCHEDULE OF EXPENDITURES AND TRANSFERS
BUDGET AND ACTUAL (BUDGETARY BASIS)
Year Ended June 30, 2000
(In Thousands)

	Actual	Adjustment to Budgetary Basis	Current Year Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
Departmental (Continued):					
City Clerk					
Salaries and Wages	\$ 1,703	\$ ---	\$ 1,703	\$ 1,802	\$ 99
Non-Personnel	1,129	81	1,210	1,247	37
Total City Clerk	2,832	81	2,913	3,049	136
City Manager					
Salaries and Wages	307	---	307	307	---
Non-Personnel	103	---	103	107	4
Total City Manager	410	---	410	414	4
City Attorney					
Salaries and Wages	15,614	---	15,614	15,694	80
Non-Personnel	6,383	151	6,534	6,625	91
Total City Attorney	21,997	151	22,148	22,319	171
City Auditor and Comptroller					
Salaries and Wages	4,747	---	4,747	4,747	---
Non-Personnel	1,922	63	1,985	1,987	2
Total City Auditor and Comptroller	6,669	63	6,732	6,734	2
Personnel					
Salaries and Wages	2,846	---	2,846	2,945	99
Non-Personnel	1,462	84	1,546	1,563	17
Total Personnel	4,308	84	4,392	4,508	116
Information Technology & Communication					
Salaries and Wages	2,505	---	2,505	2,727	222
Non-Personnel	1,592	99	1,691	1,695	4
Total Information Technology & Communication	4,097	99	4,196	4,422	226
Financial Management:					
Budget & Management Services					
Salaries and Wages	1,494	---	1,494	1,494	---
Non-Personnel	597	60	657	667	10
Total Budget & Management Services	2,091	60	2,151	2,161	10
City Treasurer					
Salaries and Wages	2,368	---	2,368	2,375	7
Non-Personnel	2,885	215	3,100	3,131	31
Total City Treasurer	5,253	215	5,468	5,506	38
Purchasing					
Salaries and Wages	788	---	788	953	165
Non-Personnel	437	---	437	469	32
Total Purchasing	1,225	---	1,225	1,422	197
Citizens Assistance					
Salaries and Wages	221	---	221	227	6
Non-Personnel	116	3	119	137	18
Total Citizens Assistance	337	3	340	364	24
Total Financial Management	8,906	278	9,184	9,453	269
Financing Services					
Salaries and Wages	801	---	801	976	175
Non-Personnel	342	7	349	380	31
Total Financing Services	1,143	7	1,150	1,356	206
Total Departmental	57,448	807	58,255	59,698	1,443

Actual	Adjustment to Budgetary Basis	Prior Year Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)	Actual	Adjustment to Budgetary Basis	Total Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ 1,703	\$ ---	\$ 1,703	\$ 1,802	\$ 99
8	---	8	10	2	1,137	81	1,218	1,257	39
8	---	8	10	2	2,840	81	2,921	3,059	138
---	---	---	---	---	307	---	307	307	---
---	---	---	---	---	103	---	103	107	4
---	---	---	---	---	410	---	410	414	4
---	---	---	---	---	15,614	---	15,614	15,694	80
78	34	112	172	60	6,461	185	6,646	6,797	151
78	34	112	172	60	22,075	185	22,260	22,491	231
---	---	---	---	---	4,747	---	4,747	4,747	---
13	---	13	14	1	1,935	63	1,998	2,001	3
13	---	13	14	1	6,682	63	6,745	6,748	3
---	---	---	---	---	2,846	---	2,846	2,945	99
26	7	33	122	89	1,488	91	1,579	1,685	106
26	7	33	122	89	4,334	91	4,425	4,630	205
---	---	---	34	34	2,505	---	2,505	2,761	256
117	62	179	199	20	1,709	161	1,870	1,894	24
117	62	179	233	54	4,214	161	4,375	4,655	280
---	---	---	---	---	1,494	---	1,494	1,494	---
---	---	---	---	---	597	60	657	667	10
---	---	---	---	---	2,091	60	2,151	2,161	10
---	---	---	---	---	2,368	---	2,368	2,375	7
152	10	162	208	46	3,037	225	3,262	3,339	77
152	10	162	208	46	5,405	225	5,630	5,714	84
---	---	---	---	---	788	---	788	953	165
1	---	1	1	---	438	---	438	470	32
1	---	1	1	---	1,226	---	1,226	1,423	197
---	---	---	---	---	221	---	221	227	6
---	---	---	---	---	116	3	119	137	18
---	---	---	---	---	337	3	340	364	24
153	10	163	209	46	9,059	288	9,347	9,662	315
---	---	---	---	---	801	---	801	976	175
6	---	6	15	9	348	7	355	395	40
6	---	6	15	9	1,149	7	1,156	1,371	215
425	114	539	821	282	57,873	921	58,794	60,519	1,725

Continued on next page

GENERAL FUND
CITY OF SAN DIEGO
SCHEDULE OF EXPENDITURES AND TRANSFERS
BUDGET AND ACTUAL (BUDGETARY BASIS)
Year Ended June 30, 2000
(In Thousands)

	Actual	Adjustment to Budgetary Basis	Current Year Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
Citywide Program:					
Citywide Elections					
Non-Personnel	\$ 125	\$ 280	\$ 405	\$ 405	\$ ---
General Government Printing					
Non-Personnel	154	---	154	160	6
Insurance					
Non-Personnel	267	76	343	350	7
Employee Personal Property Damage					
Non-Personnel	5	---	5	11	6
Independent Audit					
Non-Personnel	17	60	77	77	---
Assessments to Public Property					
Non-Personnel	126	---	126	126	---
Property Tax Administration					
Non-Personnel	1,640	---	1,640	1,640	---
Volunteer Coordinator					
Salaries and Wages	91	---	91	93	2
Non-Personnel	42	---	42	46	4
Total Volunteer Coordinator	133	---	133	139	6
Special Events Coordinator					
Salaries and Wages	178	---	178	193	15
Non-Personnel	135	---	135	136	1
Total Special Events Coordinator	313	---	313	329	16
Citywide Financial Accounting Systems					
Non-Personnel	798	---	798	841	43
Special Projects:					
Space Rental					
Salaries and Wages	78	---	78	78	---
Non-Personnel	3,515	40	3,555	3,555	---
Total Space Rental	3,593	40	3,633	3,633	---
San Diego Geographic Info Source					
Salaries and Wages	16	---	16	16	---
Non-Personnel	308	---	308	308	---
Total San Diego Geographic Info Source	324	---	324	324	---
Other Special Projects					
Salaries and Wages	587	---	587	587	---
Non-Personnel	3,146	1,168	4,314	5,139	825
Total Other Special Projects	3,733	1,168	4,901	5,726	825
Total Citywide Program	11,228	1,624	12,852	13,761	909
TOTAL GENERAL GOVERNMENT	68,676	2,431	71,107	73,459	2,352

Actual	Adjustment to Budgetary Basis	Prior Year Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)	Actual	Adjustment to Budgetary Basis	Total Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ 125	\$ 280	\$ 405	\$ 405	\$ ---
---	---	---	---	---	154	---	154	160	6
---	121	121	170	49	267	197	464	520	56
---	---	---	---	---	5	---	5	11	6
52	37	89	89	---	69	97	166	166	---
---	---	---	---	---	126	---	126	126	---
---	---	---	---	---	1,640	---	1,640	1,640	---
---	---	---	---	---	91	---	91	93	2
---	---	---	1	1	42	---	42	47	5
---	---	---	1	1	133	---	133	140	7
---	---	---	---	---	178	---	178	193	15
---	---	---	---	---	135	---	135	136	1
---	---	---	---	---	313	---	313	329	16
---	---	---	---	---	798	---	798	841	43
---	---	---	---	---	78	---	78	78	---
33	32	65	65	---	3,548	72	3,620	3,620	---
33	32	65	65	---	3,626	72	3,698	3,698	---
---	---	---	---	---	16	---	16	16	---
5	---	5	9	4	313	---	313	317	4
5	---	5	9	4	329	---	329	333	4
---	---	---	---	---	587	---	587	587	---
209	287	496	545	49	3,355	1,455	4,810	5,684	874
209	287	496	545	49	3,942	1,455	5,397	6,271	874
299	477	776	879	103	11,527	2,101	13,628	14,640	1,012
724	591	1,315	1,700	385	69,400	3,022	72,422	75,159	2,737

Continued on next page

GENERAL FUND
CITY OF SAN DIEGO
SCHEDULE OF EXPENDITURES AND TRANSFERS
BUDGET AND ACTUAL (BUDGETARY BASIS)
Year Ended June 30, 2000
(In Thousands)

	Actual	Adjustment to Budgetary Basis	Current Year Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
COMMUNITY & ECONOMIC DEVELOPMENT					
Departmental:					
Economic Development					
Salaries and Wages	\$ 3,243	\$ ---	\$ 3,243	\$ 3,253	\$ 10
Non-Personnel	4,256	380	4,636	4,637	1
Total Economic Development	7,499	380	7,879	7,890	11
Neighborhood Development					
Salaries and Wages	4,330	---	4,330	4,442	112
Non-Personnel	2,306	261	2,567	2,574	7
Total Neighborhood Development	6,636	261	6,897	7,016	119
Total Departmental	14,135	641	14,776	14,906	130
Citywide Program:					
Community & Economic Development Special Projects					
Salaries and Wages	79	---	79	79	---
Non-Personnel	108	6	114	412	298
Total Community & Economic Development Special Projects	187	6	193	491	298
TOTAL COMMUNITY & ECONOMIC DEVELOPMENT	14,322	647	14,969	15,397	428
PUBLIC SAFETY					
Departmental:					
Neighborhood Code Compliance					
Salaries and Wages	2,922	---	2,922	2,933	11
Non-Personnel	1,967	99	2,066	2,067	1
Total Neighborhood Code Compliance	4,889	99	4,988	5,000	12
Police					
Salaries and Wages	159,343	23	159,366	163,123	3,757
Non-Personnel	73,935	2,444	76,379	76,382	3
Total Police	233,278	2,467	235,745	239,505	3,760
Fire & Life Safety Services					
Salaries and Wages	72,762	---	72,762	72,762	---
Non-Personnel	31,044	698	31,742	31,745	3
Total Fire & Life Safety Services	103,806	698	104,504	104,507	3
Health Services Furnished by County					
Non-Personnel	15	1	16	16	---
Total Departmental	341,988	3,265	345,253	349,028	3,775
Citywide Program:					
Police Review Board					
Salaries and Wages	122	---	122	123	1
Non-Personnel	80	---	80	82	2
Total Police Review Board	202	---	202	205	3
Animal Regulation					
Non-Personnel	2,992	32	3,024	3,024	---
Nuisance Abatement					
Non-Personnel	---	---	---	15	15
Emergency Medical Services					
Salaries and Wages	125	---	125	128	3
Non-Personnel	541	14	555	568	13
Total Emergency Medical Services	666	14	680	696	16
Other Special Projects					
Non-Personnel	176	---	176	411	235
Total Citywide Program	4,036	46	4,082	4,351	269
TOTAL PUBLIC SAFETY	346,024	3,311	349,335	353,379	4,044

Actual	Adjustment to Budgetary Basis	Prior Year Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)	Actual	Adjustment to Budgetary Basis	Total Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ 3,243	\$ ---	\$ 3,243	\$ 3,253	\$ 10
3	---	3	8	5	4,259	380	4,639	4,645	6
3	---	3	8	5	7,502	380	7,882	7,898	16
---	---	---	---	---	4,330	---	4,330	4,442	112
153	83	236	253	17	2,459	344	2,803	2,827	24
153	83	236	253	17	6,789	344	7,133	7,269	136
156	83	239	261	22	14,291	724	15,015	15,167	152
---	---	---	---	---	79	---	79	79	---
183	---	183	183	---	291	6	297	595	298
183	---	183	183	---	370	6	376	674	298
339	83	422	444	22	14,661	730	15,391	15,841	450
---	---	---	---	---	2,922	---	2,922	2,933	11
82	5	87	88	1	2,049	104	2,153	2,155	2
82	5	87	88	1	4,971	104	5,075	5,088	13
---	---	---	---	---	159,343	23	159,366	163,123	3,757
2,065	26	2,091	2,275	184	76,000	2,470	78,470	78,657	187
2,065	26	2,091	2,275	184	235,343	2,493	237,836	241,780	3,944
135	---	135	135	---	72,897	---	72,897	72,897	---
534	198	732	732	---	31,578	896	32,474	32,477	3
669	198	867	867	---	104,475	896	105,371	105,374	3
2	---	2	7	5	17	1	18	23	5
2,818	229	3,047	3,237	190	344,806	3,494	348,300	352,265	3,965
---	---	---	---	---	122	---	122	123	1
3	---	3	3	---	83	---	83	85	2
3	---	3	3	---	205	---	205	208	3
11	380	391	391	---	3,003	412	3,415	3,415	---
---	---	---	---	---	---	---	---	15	15
---	---	---	---	---	125	---	125	128	3
13	---	13	14	1	554	14	568	582	14
13	---	13	14	1	679	14	693	710	17
---	---	---	---	---	176	---	176	411	235
27	380	407	408	1	4,063	426	4,489	4,759	270
2,845	609	3,454	3,645	191	348,869	3,920	352,789	357,024	4,235

Continued on next page

GENERAL FUND
CITY OF SAN DIEGO
SCHEDULE OF EXPENDITURES AND TRANSFERS
BUDGET AND ACTUAL (BUDGETARY BASIS)
Year Ended June 30, 2000
(In Thousands)

	Actual	Adjustment to Budgetary Basis	Current Year Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
LIBRARIES					
Departmental:					
Libraries					
Salaries and Wages	\$ 12,889	\$ ---	\$ 12,889	\$ 13,338	\$ 449
Non-Personnel	9,737	511	10,248	10,249	1
Total Libraries	22,626	511	23,137	23,587	450
TOTAL LIBRARIES	22,626	511	23,137	23,587	450
PARKS, RECREATION AND CULTURE					
Departmental:					
Park and Recreation:					
Management					
Salaries and Wages	703	---	703	703	---
Non-Personnel	342	3	345	345	---
Total Management	1,045	3	1,048	1,048	---
Coastline Parks					
Salaries and Wages	6,132	---	6,132	6,142	10
Non-Personnel	6,401	1,095	7,496	7,498	2
Total Coastline Parks	12,533	1,095	13,628	13,640	12
Central					
Salaries and Wages	6,964	---	6,964	6,970	6
Non-Personnel	6,784	814	7,598	7,599	1
Total Central	13,748	814	14,562	14,569	7
Community Park & Recreation					
Salaries and Wages	7,441	---	7,441	7,442	1
Non-Personnel	5,771	616	6,387	6,388	1
Total Community Park & Recreation	13,212	616	13,828	13,830	2
Park Development & Open Space					
Salaries and Wages	3,486	---	3,486	3,487	1
Non-Personnel	4,161	500	4,661	4,667	6
Total Park Development & Open Space	7,647	500	8,147	8,154	7
Total Departmental	48,185	3,028	51,213	51,241	28
Citywide Program:					
Park and Recreation Projects					
Non-Personnel	103	87	190	1,531	1,341
TOTAL PARKS, RECREATION AND CULTURE	48,288	3,115	51,403	52,772	1,369
PUBLIC WORKS					
Departmental:					
Transportation:					
Management					
Salaries and Wages	151	---	151	151	---
Non-Personnel	56	---	56	56	---
Total Management	207	---	207	207	---
Parking Management					
Salaries and Wages	2,932	---	2,932	2,933	1
Non-Personnel	2,503	127	2,630	2,630	---
Total Parking Management	5,435	127	5,562	5,563	1
Traffic Engineering					
Salaries and Wages	2,973	---	2,973	2,973	---
Non-Personnel	1,783	34	1,817	1,821	4
Total Traffic Engineering	4,756	34	4,790	4,794	4
Total Transportation	10,398	161	10,559	10,564	5

Actual	Adjustment to Budgetary Basis	Prior Year Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)	Actual	Adjustment to Budgetary Basis	Total Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ 12,889	\$ ---	\$ 12,889	\$ 13,338	\$ 449
194	10	204	266	62	9,931	521	10,452	10,515	63
194	10	204	266	62	22,820	521	23,341	23,853	512
194	10	204	266	62	22,820	521	23,341	23,853	512
---	---	---	---	---	703	---	703	703	---
4	---	4	4	---	346	3	349	349	---
4	---	4	4	---	1,049	3	1,052	1,052	---
---	---	---	---	---	6,132	---	6,132	6,142	10
347	59	406	562	156	6,748	1,154	7,902	8,060	158
347	59	406	562	156	12,880	1,154	14,034	14,202	168
---	---	---	---	---	6,964	---	6,964	6,970	6
319	1	320	407	87	7,103	815	7,918	8,006	88
319	1	320	407	87	14,067	815	14,882	14,976	94
---	---	---	---	---	7,441	---	7,441	7,442	1
394	16	410	426	16	6,165	632	6,797	6,814	17
394	16	410	426	16	13,606	632	14,238	14,256	18
---	---	---	---	---	3,486	---	3,486	3,487	1
498	100	598	657	59	4,659	600	5,259	5,324	65
498	100	598	657	59	8,145	600	8,745	8,811	66
1,562	176	1,738	2,056	318	49,747	3,204	52,951	53,297	346
---	---	---	---	---	103	87	190	1,531	1,341
1,562	176	1,738	2,056	318	49,850	3,291	53,141	54,828	1,687
---	---	---	---	---	151	---	151	151	---
---	---	---	---	---	56	---	56	56	---
---	---	---	---	---	207	---	207	207	---
---	---	---	---	---	2,932	---	2,932	2,933	1
29	35	64	64	---	2,532	162	2,694	2,694	---
29	35	64	64	---	5,464	162	5,626	5,627	1
---	---	---	---	---	2,973	---	2,973	2,973	---
46	---	46	54	8	1,829	34	1,863	1,875	12
46	---	46	54	8	4,802	34	4,836	4,848	12
75	35	110	118	8	10,473	196	10,669	10,682	13

Continued on next page

GENERAL FUND
CITY OF SAN DIEGO
SCHEDULE OF EXPENDITURES AND TRANSFERS
BUDGET AND ACTUAL (BUDGETARY BASIS)
Year Ended June 30, 2000
(In Thousands)

	Actual	Adjustment to Budgetary Basis	Current Year Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
Departmental (Continued):					
Facilities Maintenance					
Salaries and Wages	\$ 6,122	\$ ---	\$ 6,122	\$ 6,132	\$ 10
Non-Personnel	7,862	542	8,404	8,413	9
Total Facilities Maintenance.....	13,984	542	14,526	14,545	19
Environmental Services:					
Environmental Programs					
Salaries and Wages	202	---	202	203	1
Non-Personnel	258	---	258	290	32
Total Environmental Programs.....	460	---	460	493	33
Refuse Collection					
Salaries and Wages	6,816	---	6,816	6,818	2
Non-Personnel	21,134	1,742	22,876	23,002	126
Total Refuse Collection	27,950	1,742	29,692	29,820	128
Total Environmental Services	28,410	1,742	30,152	30,313	161
Real Estate Assets					
Salaries and Wages	2,431	---	2,431	2,477	46
Non-Personnel	1,078	29	1,107	1,117	10
Total Real Estate Assets	3,509	29	3,538	3,594	56
Mt. Hope Cemetery					
Salaries and Wages	454	---	454	454	---
Non-Personnel	487	97	584	585	1
Total Mt. Hope Cemetery	941	97	1,038	1,039	1
Engineering and Capital Projects:					
Contract Services					
Salaries and Wages	1,391	---	1,391	1,392	1
Non-Personnel	654	47	701	701	---
Total Contract Services	2,045	47	2,092	2,093	1
Administration					
Salaries and Wages	434	---	434	435	1
Non-Personnel	289	17	306	310	4
Total Administration	723	17	740	745	5
Field Engineering					
Salaries and Wages	5,771	---	5,771	5,890	119
Non-Personnel	2,429	85	2,514	2,515	1
Total Field Engineering	8,200	85	8,285	8,405	120
Public Buildings & Parks					
Salaries and Wages	1,029	---	1,029	1,030	1
Non-Personnel	385	---	385	386	1
Total Public Buildings & Parks	1,414	---	1,414	1,416	2
Transportation & Drainage Design					
Salaries and Wages	2,896	---	2,896	3,112	216
Non-Personnel	1,666	72	1,738	1,744	6
Total Transportation & Drainage Design	4,562	72	4,634	4,856	222
Total Engineering and Capital Projects.....	16,944	221	17,165	17,515	350
Total Departmental	74,186	2,792	76,978	77,570	592
Citywide Program:					
Public Works Projects					
Salaries and Wages	268	---	268	268	---
Non-Personnel	1,279	108	1,387	1,670	283
Total Public Works Citywide Program	1,547	108	1,655	1,938	283
TOTAL PUBLIC WORKS.....	75,733	2,900	78,633	79,508	875

THE CITY OF SAN DIEGO

ANNUAL FINANCIAL REPORT

Actual	Adjustment to Budgetary Basis	Prior Year Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)	Actual	Adjustment to Budgetary Basis	Total Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ 6,122	\$ ---	\$ 6,122	\$ 6,132	\$ 10
136	1	137	161	24	7,998	543	8,541	8,574	33
136	1	137	161	24	14,120	543	14,663	14,706	43
---	---	---	---	---	202	---	202	203	1
---	---	---	---	---	258	---	258	290	32
---	---	---	---	---	460	---	460	493	33
---	---	---	---	---	6,816	---	6,816	6,818	2
109	---	109	124	15	21,243	1,742	22,985	23,126	141
109	---	109	124	15	28,059	1,742	29,801	29,944	143
109	---	109	124	15	28,519	1,742	30,261	30,437	176
---	---	---	---	---	2,431	---	2,431	2,477	46
25	10	35	76	41	1,103	39	1,142	1,193	51
25	10	35	76	41	3,534	39	3,573	3,670	97
---	---	---	---	---	454	---	454	454	---
85	2	87	105	18	572	99	671	690	19
85	2	87	105	18	1,026	99	1,125	1,144	19
---	---	---	---	---	1,391	---	1,391	1,392	1
2	---	2	2	---	656	47	703	703	---
2	---	2	2	---	2,047	47	2,094	2,095	1
---	---	---	---	---	434	---	434	435	1
5	---	5	5	---	294	17	311	315	4
5	---	5	5	---	728	17	745	750	5
---	---	---	---	---	5,771	---	5,771	5,890	119
85	---	85	98	13	2,514	85	2,599	2,613	14
85	---	85	98	13	8,285	85	8,370	8,503	133
---	---	---	---	---	1,029	---	1,029	1,030	1
11	---	11	11	---	396	---	396	397	1
11	---	11	11	---	1,425	---	1,425	1,427	2
---	---	---	---	---	2,896	---	2,896	3,112	216
4	---	4	6	2	1,670	72	1,742	1,750	8
4	---	4	6	2	4,566	72	4,638	4,862	224
107	---	107	122	15	17,051	221	17,272	17,637	365
537	48	585	706	121	74,723	2,840	77,563	78,276	713
---	---	---	---	---	268	---	268	268	---
30	208	238	248	10	1,309	316	1,625	1,918	293
30	208	238	248	10	1,577	316	1,893	2,186	293
567	256	823	954	131	76,300	3,156	79,456	80,462	1,006

Continued on next page

GENERAL FUND
CITY OF SAN DIEGO
SCHEDULE OF EXPENDITURES AND TRANSFERS
BUDGET AND ACTUAL (BUDGETARY BASIS)
Year Ended June 30, 2000
(In Thousands)

	Actual	Adjustment to Budgetary Basis	Current Year Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
EMPLOYEE RELATIONS & SPECIAL PROJECTS					
Departmental:					
Organization Effectiveness Program					
Salaries and Wages	\$ 434	\$ ---	\$ 434	\$ 434	\$ ---
Non-Personnel	199	8	207	209	2
TOTAL EMPLOYEE RELATIONS & SPECIAL PROJECTS	633	8	641	643	2
MISCELLANEOUS AND UNALLOCATED					
Citywide Program:					
Exceptional Performance Pay					
Salaries and Wages	---	---	---	18	18
Non-Personnel	---	---	---	15	15
Total Exceptional Performance Pay	---	---	---	33	33
Labor Relations					
Salaries and Wages	351	---	351	359	8
Non-Personnel	175	---	175	187	12
Total Labor Relations	526	---	526	546	20
Transportation					
Non-Personnel	278	---	278	278	---
Memberships					
Non-Personnel	374	---	374	374	---
Municipal Activities					
Non-Personnel	7	---	7	12	5
Travel Contingency					
Non-Personnel	3	3	6	14	8
Management Compensation Plan					
Salaries and Wages	3	---	3	3	---
Non-Personnel	242	---	242	295	53
Total Management Compensation Plan	245	---	245	298	53
Citywide Training					
Salaries and Wages	14	---	14	14	---
Non-Personnel	32	10	42	42	---
Total Citywide Training	46	10	56	56	---
Random Drug Testing					
Salaries and Wages	50	---	50	50	---
Non-Personnel	66	56	122	122	---
Total Random Drug Testing	116	56	172	172	---
Competition Program					
Non-Personnel	183	60	243	243	---
Fellowship Program					
Salaries and Wages	38	---	38	38	---
Non-Personnel	25	---	25	40	15
Total Fellowship Program	63	---	63	78	15
TOTAL MISCELLANEOUS AND UNALLOCATED	1,841	129	1,970	2,104	134
DEBT SERVICE					
Interest	5,213	---	5,213	5,213	---
TOTAL EXPENDITURES	583,356	13,052	596,408	606,062	9,654

THE CITY OF SAN DIEGO

ANNUAL FINANCIAL REPORT

Actual	Adjustment to Budgetary Basis	Prior Year Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)	Actual	Adjustment to Budgetary Basis	Total Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ 434	\$ ---	\$ 434	\$ 434	\$ ---
4	---	4	15	11	203	8	211	224	13
4	---	4	15	11	637	8	645	658	13
---	---	---	---	---	---	---	---	18	18
---	---	---	---	---	---	---	---	15	15
---	---	---	---	---	---	---	---	33	33
---	---	---	---	---	351	---	351	359	8
---	---	---	---	---	175	---	175	187	12
---	---	---	---	---	526	---	526	546	20
---	---	---	---	---	278	---	278	278	---
---	---	---	---	---	374	---	374	374	---
20	---	20	21	1	27	---	27	33	6
---	---	---	---	---	3	3	6	14	8
---	---	---	---	---	3	---	3	3	---
---	---	---	---	---	242	---	242	295	53
---	---	---	---	---	245	---	245	298	53
---	---	---	---	---	14	---	14	14	---
---	---	---	---	---	32	10	42	42	---
---	---	---	---	---	46	10	56	56	---
---	---	---	---	---	50	---	50	50	---
20	---	20	20	---	86	56	142	142	---
20	---	20	20	---	136	56	192	192	---
---	---	---	---	---	183	60	243	243	---
---	---	---	---	---	38	---	38	38	---
---	---	---	---	---	25	---	25	40	15
---	---	---	---	---	63	---	63	78	15
40	---	40	41	1	1,881	129	2,010	2,145	135
---	---	---	---	---	5,213	---	5,213	5,213	---
6,275	1,725	8,000	9,121	1,121	589,631	14,777	604,408	615,183	10,775

Continued on next page

GENERAL FUND
CITY OF SAN DIEGO
SCHEDULE OF EXPENDITURES AND TRANSFERS
BUDGET AND ACTUAL (BUDGETARY BASIS)
Year Ended June 30, 2000
(In Thousands)

	Actual	Adjustment to Budgetary Basis	Current Year Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
TRANSFERS TO PROPRIETARY FUNDS					
Internal Service Funds:					
City of San Diego:					
Self Insurance	\$ 11,965	\$ ---	\$ 11,965	\$ 11,965	\$ ---
Miscellaneous Internal Service	6,976	---	6,976	6,976	---
Total Internal Service Funds	18,941	---	18,941	18,941	---
TOTAL TRANSFERS TO PROPRIETARY FUNDS	18,941	---	18,941	18,941	---
TRANSFERS TO OTHER FUNDS					
Special Revenue Funds:					
City of San Diego:					
Acquisition, Improvement and Operation	35	---	35	35	---
Streets Division Operations	16,833	---	16,833	16,833	---
Other Special Revenue	9,820	---	9,820	9,820	---
Total Special Revenue Funds	26,688	---	26,688	26,688	---
Capital Projects Funds:					
Redevelopment Agency	457	---	457	457	---
City of San Diego:					
Other Construction	375	---	375	375	---
Total Capital Projects Funds	832	---	832	832	---
TOTAL TRANSFERS TO OTHER FUNDS	27,520	---	27,520	27,520	---
TRANSFER TO COMPONENT UNIT					
Transfer to San Diego Medical Services Enterprise, LLC	650	---	650	650	---
TOTAL EXPENDITURES AND TRANSFERS	\$ 630,467	\$ 13,052	\$ 643,519	\$ 653,173	\$ 9,654

Actual	Adjustment to Budgetary Basis	Prior Year Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)	Actual	Adjustment to Budgetary Basis	Total Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ 11,965	\$ ---	\$ 11,965	\$ 11,965	\$ ---
35	---	35	35	---	7,011	---	7,011	7,011	---
35	---	35	35	---	18,976	---	18,976	18,976	---
35	---	35	35	---	18,976	---	18,976	18,976	---
---	---	---	---	---	35	---	35	35	---
---	---	---	---	---	16,833	---	16,833	16,833	---
---	---	---	---	---	9,820	---	9,820	9,820	---
---	---	---	---	---	26,688	---	26,688	26,688	---
---	---	---	---	---	457	---	457	457	---
---	---	---	---	---	375	---	375	375	---
---	---	---	---	---	832	---	832	832	---
---	---	---	---	---	27,520	---	27,520	27,520	---
---	---	---	---	---	650	---	650	650	---
\$ 6,310	\$ 1,725	\$ 8,035	\$ 9,156	\$ 1,121	\$ 636,777	\$ 14,777	\$ 651,554	\$ 662,329	\$ 10,775



SPECIAL REVENUE FUNDS

SPECIAL REVENUE FUNDS ARE USED TO ACCOUNT FOR THE PROCEEDS OF SPECIFIC REVENUE SOURCES (OTHER THAN THOSE FOR EXPENDABLE TRUSTS OR FOR MAJOR CAPITAL PROJECTS) THAT ARE LEGALLY RESTRICTED TO EXPENDITURES FOR SPECIFIED PURPOSES.

CITY OF SAN DIEGO

ACQUISITION, IMPROVEMENT AND OPERATION FUND

This fund accounts for various operating activities whose revenues are derived from specific sources and expenditures are legally restricted. These include Business Improvement Areas, Lighting and Landscape Maintenance Areas, Facilities Financing, and the City's public arts program. Revenues are derived from business tax surcharges, special assessments on property, various rents, concessions and fees, and interest earnings derived therefrom.

ENVIRONMENTAL GROWTH FUND

This fund was established in accordance with Section 103.1a of the City Charter to receive 25 percent of all monies derived from the revenues accruing to the City from gas, electricity, and steam franchises. One third of the franchise monies and the interest derived therefrom are used exclusively for the purpose of preserving and enhancing the environment of the City of San Diego. Two thirds of the franchise monies and the interest derived therefrom are used as matching funds for open space acquisition and for debt service of bonds issued by the San Diego Open Space Facilities District No. 1.

POLICE DECENTRALIZATION FUND

This fund accounts for monies allocated for Police Department decentralization expenditures for temporary facilities and to devise future capital improvement projects. Revenues are derived from sales tax allocations.

PUBLIC TRANSPORTATION FUND

This fund was established to account for funds set aside as reserves to be used for transportation-related purposes. Sales tax revenue, transient occupancy tax revenue and interest derived therefrom are the main sources of revenue.

QUALCOMM STADIUM OPERATIONS FUND

This fund accounts for the operations of the Stadium. The Stadium hosts various sporting events for its football and baseball tenants. Revenues are derived from rents, concessions and parking, and advertising fees.

SPECIAL GAS TAX STREET IMPROVEMENT FUND

This fund was established to account for the receipt of motor vehicle fuel taxes from the State under Sections 2106 and 2107 of the Streets and Highways Code. Expenditures are for the construction, improvement, maintenance, and operation of public streets and highways.

SPECIAL REVENUE FUNDS (Continued)

CITY OF SAN DIEGO (Continued)

STREET DIVISION OPERATIONS FUND

This fund was established to account for the operations of the Transportation's Street Division. Revenues are derived from Gas Tax, Transnet, and General Fund transfers, as well as revenues received for services performed by the Streets Division. Expenditures are for maintenance and operation of City streets.

TRANSIENT OCCUPANCY TAX FUND

This fund was established to receive and expend transient occupancy taxes. Since 1964, a tax has been imposed on transients of hotel and motel rooms in the City of San Diego. Effective August 1994, the tax was increased from 9% to 10.5%.

ZOOLOGICAL EXHIBITS FUND

This fund was established to collect monies from a fixed property tax levy authorized by Section 77a of the City Charter for the maintenance of zoological exhibits in Balboa Park. These funds are remitted in accordance with a contractual agreement with the San Diego Zoological Society, a not-for-profit corporation independent from the City of San Diego.

OTHER SPECIAL REVENUE - BUDGETED

This fund was established to account for revenues derived specifically for a variety of budgeted special programs administered by departments such as Police, Planning and Development Review, and Public Works. Revenues in this fund are derived from service charges, revenues from other agencies, and fines.

GRANTS FUND

This fund was established to account for revenue received from federal, state and other governmental agencies. Expenditures are made and accounted for as prescribed by appropriate grant provisions/agreements.

OTHER SPECIAL REVENUE FUND - UNBUDGETED

This fund was established to account for revenues earmarked for a variety of special programs administered by such departments as Engineering and Capital Projects, Libraries, Park and Recreation, and Police. Revenues in this fund are derived from such sources as parking fees, service charges, contributions from other agencies and private sources, and interest earnings.

SPECIAL REVENUE FUNDS (Continued)

CENTRE CITY DEVELOPMENT CORPORATION

This fund was established to account for the revenues and expenditures of the Centre City Development Corporation ("CCDC"). CCDC is a non-profit corporation that administers certain redevelopment projects in downtown San Diego and provides redevelopment advisory services to the Redevelopment Agency (the "Agency") of the City of San Diego. CCDC is primarily funded by the Agency and by the City of San Diego.

PUBLIC FACILITIES FINANCING AUTHORITY

This fund was established to account for the activities of the Public Facilities Financing Authority (the "Authority"). The Authority is a joint powers entity of the City and the Redevelopment Agency of the City of San Diego and was created to finance and construct public capital facility improvements of the Agency or the City. The Agency special revenue account is generally used to account for revenues from the Reassessment District Bond fund and investment income used to pay for costs of issuance and administrative expenses related to debt redemption.

REDEVELOPMENT AGENCY

This fund was established to account for the activities of the Redevelopment Agency of the City of San Diego (the "Agency"). The Agency was established to provide a method for revitalizing deteriorated and blighted areas of the City of San Diego. The Agency special revenue account is used to account for funds restricted for use for the benefit of low and moderate income housing. Funding is primarily from property tax increment revenues and the City of San Diego.

SAN DIEGO INDUSTRIAL DEVELOPMENT AUTHORITY

This fund was established to account for revenues and expenditures of the San Diego Industrial Development Authority (the "Authority"). The Authority was formed in 1983 pursuant to the California Industrial Development Financing Act for the purpose of providing an alternative method of financing to participating parties for economic development purposes, through the sale and issuance of revenue bonds. Revenues are derived from fees collected from companies applying for industrial development bond financing. Expenditures are incurred for management and administrative services provided by the City of San Diego.

SOUTHEASTERN ECONOMIC DEVELOPMENT CORPORATION

This fund was established to account for the revenues and expenditures of the Southeastern Economic Development Corporation ("SEDC"). SEDC is a non-profit corporation that administers economic development projects within the community of Southeast San Diego and provides redevelopment advisory services to the Redevelopment Agency of the City of San Diego (the "Agency"). SEDC is primarily funded by the Agency and by the City of San Diego pursuant to operating agreements under which SEDC is reimbursed for eligible costs incurred in connection with such activities.

FINANCIAL STATEMENTS

SPECIAL REVENUE FUNDS

**SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
June 30, 2000
With Comparative Figures for June 30, 1999
(In Thousands)**

	City of San Diego	Centre City Development Corporation	Public Facilities Financing Authority
ASSETS			
Cash or Equity in Pooled Cash and Investments	\$ 124,195	\$ 72	\$ ---
Cash With Custodian/Fiscal Agent	243	---	---
Investments at Fair Value	51	---	---
Receivables:			
Taxes - Net	5,542	---	---
Accounts - Net	7,870	---	---
Claims - Net	22	---	---
Special Assessments - Net	539	---	---
Notes	1,732	---	---
Accrued Interest	1,169	---	---
Grants	14,121	---	---
Loans to Redevelopment Agency	---	408	---
From Other Funds	669	---	---
From Other Agencies	110	---	---
Advances to Other Funds	9,004	---	---
Advances to Other Agencies	5,059	---	---
Land Held for Resale	---	---	---
Prepaid and Reimbursable Items and Deposits	40	18	---
TOTAL ASSETS	\$ 170,366	\$ 498	\$ ---
LIABILITIES			
Accounts Payable	\$ 7,768	\$ 48	\$ ---
Accrued Wages and Benefits	1,401	---	---
Other Accrued Liabilities	1,155	---	---
Due to Other Funds	141	---	---
Due to Component Unit	4,299	---	---
Due to Other Agencies	75	---	---
Deferred Revenue	36,705	---	---
Advances from Other Funds	---	450	---
Advances from Component Unit	---	---	---
Advances from Other Agencies	---	---	---
Sundry Trust Liabilities	1,744	---	---
TOTAL LIABILITIES	53,288	498	---
FUND EQUITY			
Fund Balances:			
Reserved for Land Held for Resale	---	---	---
Reserved for Encumbrances	18,829	---	---
Reserved for Advances and Deposits	12,658	---	---
Reserved for Debt Service	---	---	---
Unreserved:			
Designated for Subsequent Years' Expenditures	27,461	---	---
Undesignated	58,130	---	---
TOTAL FUND EQUITY	117,078	---	---
TOTAL LIABILITIES AND FUND EQUITY	\$ 170,366	\$ 498	\$ ---

Redevelop- ment Agency	San Diego Industrial Development Authority	Southeastern Economic Development Corporation	Totals	
			2000	1999
\$ 108,125	\$ 43	\$ 126	\$ 232,561	\$ 243,604
---	---	---	243	237
---	---	---	51	256
761	---	---	6,303	6,247
---	---	---	7,870	5,678
---	---	---	22	14
---	---	---	539	433
12,227	---	---	13,959	8,163
1,406	1	1	2,577	2,038
---	---	---	14,121	8,339
---	---	127	535	599
---	---	---	669	532
---	---	---	110	29
---	---	---	9,004	8,691
---	---	---	5,059	1,091
3,673	---	---	3,673	2,155
---	---	1	59	10
\$ 126,192	\$ 44	\$ 255	\$ 297,355	\$ 288,116
\$ 32	\$ ---	\$ 11	\$ 7,859	\$ 3,150
---	---	1	1,402	1,237
---	---	---	1,155	1,903
31,900	---	---	32,041	42,481
---	---	---	4,299	616
---	---	---	75	70
12,227	---	---	48,932	38,361
---	---	159	609	559
---	---	---	---	500
---	---	---	---	39
---	---	---	1,744	1,372
44,159	---	171	98,116	90,288
3,673	---	---	3,673	2,155
9,079	---	---	27,908	25,626
---	---	---	12,658	9,122
35,728	---	---	35,728	31,637
33,553	15	---	61,029	74,060
---	29	84	58,243	55,228
82,033	44	84	199,239	197,828
\$ 126,192	\$ 44	\$ 255	\$ 297,355	\$ 288,116

SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended June 30, 2000
With Comparative Figures for the Year Ended June 30, 1999
(In Thousands)

	City of San Diego	Centre City Development Corporation	Public Facilities Financing Authority
REVENUES			
Property Taxes	\$ 4,406	\$ ---	\$ ---
Special Assessments	7,855	---	---
Sales Taxes	43,274	---	---
Other Local Taxes	76,332	---	---
Licenses and Permits	5,861	---	---
Fines, Forfeitures and Penalties	2,731	---	---
Revenue from Use of Money and Property	25,403	4	5
Revenue from Federal Agencies	45,062	---	---
Revenue from Other Agencies	13,034	---	---
Revenue from Private Sources	15,809	---	---
Charges for Current Services	17,531	---	---
Other Revenue	8,213	12	---
TOTAL REVENUES	265,511	16	5
EXPENDITURES			
Current:			
General Government	4,058	---	390
Community and Economic Development	1,628	---	---
Public Safety	47,072	---	---
Libraries	3,417	---	---
Parks, Recreation and Culture	55,873	---	---
Public Works	73,485	---	---
Housing and Community Development	8,237	3,771	---
Public Transportation	14	---	---
Employee Relations and Special Projects	7,124	---	---
Miscellaneous and Unallocated	13	---	---
Cost of Issuance, Bonds and Notes	---	---	---
Capital Projects	12,882	---	---
Debt Service:			
Principal Retirement	1,300	---	---
Interest	1,516	---	---
TOTAL EXPENDITURES	216,619	3,771	390
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	48,892	(3,755)	(385)
OTHER FINANCING SOURCES (USES)			
Transfers from Proprietary Funds	116	---	---
Transfers from Other Funds	73,006	3,755	272
Transfers from Component Unit	2,272	---	---
Transfers to Proprietary Funds	(1,153)	---	---
Transfers to Other Funds	(121,350)	---	---
Transfers to Component Unit	(11,093)	---	---
Proceeds of Refunding Bonds	---	---	---
Proceeds of Revenue Bonds	---	---	---
Proceeds of Tax Allocation Bonds	---	---	---
Payment to Refunding Bond Escrow Agent	---	---	---
TOTAL OTHER FINANCING SOURCES (USES)	(58,202)	3,755	272
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	(9,310)	---	(113)
Fund Balances at Beginning of Year	126,388	---	113
FUND BALANCES AT END OF YEAR	\$ 117,078	\$ ---	\$ ---

Redevelop- ment Agency	San Diego Industrial Development Authority	Southeastern Economic Development Corporation	Totals	
			2000	1999
\$ 10,636	\$ ---	\$ ---	\$ 15,042	\$ 9,187
---	---	---	7,855	6,541
---	---	---	43,274	27,829
---	---	---	76,332	74,960
---	---	---	5,861	7,650
---	---	---	2,731	1,928
5,163	3	---	30,578	30,348
---	---	---	45,062	47,089
---	---	---	13,034	22,324
1,144	---	---	16,953	10,740
---	---	---	17,531	10,210
---	---	137	8,362	4,346
16,943	3	137	282,615	253,152
1,898	---	---	6,346	5,299
---	---	---	1,628	---
---	---	---	47,072	41,127
---	---	---	3,417	2,389
---	---	---	55,873	47,458
---	---	---	73,485	62,647
---	---	1,527	13,535	12,653
---	---	---	14	30
---	---	---	7,124	6,484
20	---	---	33	---
---	---	---	---	1,060
3,510	---	---	16,392	6,363
---	---	---	1,300	1,160
---	---	---	1,516	1,316
5,428	---	1,527	227,735	187,986
11,515	3	(1,390)	54,880	65,166
---	---	---	116	165
7,746	---	1,457	86,236	79,646
---	---	---	2,272	---
---	---	---	(1,153)	(47)
(25,915)	---	---	(147,265)	(176,836)
(20)	---	---	(11,113)	(1,514)
---	---	---	---	1,139
10,174	---	---	10,174	---
7,264	---	---	7,264	52,483
---	---	---	---	(40)
(751)	---	1,457	(53,469)	(45,004)
10,764	3	67	1,411	20,162
71,269	41	17	197,828	177,666
\$ 82,033	\$ 44	\$ 84	\$ 199,239	\$ 197,828

SPECIAL REVENUE FUNDS
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN UNDESIGNATED FUND BALANCES
 BUDGET AND ACTUAL (BUDGETARY BASIS)
 Year Ended June 30, 2000
 (In Thousands)

	City of San Diego	
	Actual on	Budget
	Budgetary	
	Basis	
REVENUES		
Property Taxes	\$ 4,312	\$ 4,638
Special Assessments	6,695	6,698
Sales Taxes	43,274	48,786
Other Local Taxes	76,332	78,668
Licenses and Permits	956	1,373
Fines, Forfeitures and Penalties	2,394	3,546
Revenue from Use of Money and Property	17,901	17,158
Revenue from Other Agencies	4,968	5,988
Revenue from Private Sources	104	33
Charges for Current Services	16,796	16,928
Other Revenue	507	3,529
TOTAL REVENUES	174,239	187,345
EXPENDITURES		
Current:		
General Government	1,483	1,641
Public Safety	19,568	26,245
Parks, Recreation and Culture	59,346	73,089
Public Works	60,392	68,174
Housing and Community Development	967	1,373
Public Transportation	16	85
Capital Projects	4,734	11,825
TOTAL EXPENDITURES	146,506	182,432
EXCESS (DEFICIENCY) OF REVENUES		
OVER EXPENDITURES	27,733	4,913
OTHER FINANCING SOURCES (USES)		
Transfers from Proprietary Funds	116	130
Transfers from Other Funds	61,508	71,824
Transfers from Component Unit	2,272	909
Transfers to Proprietary Funds	(1,153)	(1,208)
Transfers to Other Funds	(106,775)	(114,462)
Transfers to Component Unit	(7,076)	(7,077)
TOTAL OTHER FINANCING SOURCES (USES)	(51,108)	(49,884)
EXCESS (DEFICIENCY) OF REVENUES AND		
OTHER FINANCING SOURCES		
OVER EXPENDITURES AND OTHER FINANCING USES	(23,375)	(44,971)
Fund Balances Undesignated at July 1, 1999	38,264	38,264
Reserved for Encumbrances at July 1, 1999	12,133	12,133
Designated for Subsequent Years' Expenditures at July 1, 1999	28,589	28,589
Designated for Subsequent Years' Expenditures at June 30, 2000	(11,351)	---
FUND BALANCES UNDESIGNATED AT June 30, 2000	\$ 44,260	\$ 34,015

Centre City Development Corporation		Southeastern Economic Development Corporation		Total		Variance Favorable (Unfavorable)
Actual on Budgetary Basis	Budget	Actual on Budgetary Basis	Budget	Actual on Budgetary Basis	Budget	
\$ ---	\$ ---	\$ ---	\$ ---	\$ 4,312	\$ 4,638	\$ (326)
---	---	---	---	6,695	6,698	(3)
---	---	---	---	43,274	48,786	(5,512)
---	---	---	---	76,332	78,668	(2,336)
---	---	---	---	956	1,373	(417)
---	---	---	---	2,394	3,546	(1,152)
4	---	---	---	17,905	17,158	747
---	---	---	---	4,968	5,988	(1,020)
---	---	---	---	104	33	71
---	---	---	---	16,796	16,928	(132)
12	---	137	---	656	3,529	(2,873)
16	---	137	---	174,392	187,345	(12,953)
---	---	---	---	1,483	1,641	158
---	---	---	---	19,568	26,245	6,677
---	---	---	---	59,346	73,089	13,743
---	---	---	---	60,392	68,174	7,782
3,771	3,979	1,527	1,554	6,265	6,906	641
---	---	---	---	16	85	69
---	---	---	---	4,734	11,825	7,091
3,771	3,979	1,527	1,554	151,804	187,965	36,161
(3,755)	(3,979)	(1,390)	(1,554)	22,588	(620)	23,208
---	---	---	---	116	130	(14)
3,755	3,979	1,457	1,554	66,720	77,357	(10,637)
---	---	---	---	2,272	909	1,363
---	---	---	---	(1,153)	(1,208)	55
---	---	---	---	(106,775)	(114,462)	7,687
---	---	---	---	(7,076)	(7,077)	1
3,755	3,979	1,457	1,554	(45,896)	(44,351)	(1,545)
---	---	67	---	(23,308)	(44,971)	21,663
---	---	17	---	38,281	38,264	17
---	---	---	---	12,133	12,133	---
---	---	---	---	28,589	28,589	---
---	---	---	---	(11,351)	---	(11,351)
\$ ---	\$ ---	\$ 84	\$ ---	\$ 44,344	\$ 34,015	\$ 10,329

SPECIAL REVENUE FUNDS
CITY OF SAN DIEGO
COMBINING BALANCE SHEET
June 30, 2000
With Comparative Figures for June 30, 1999
(In Thousands)

	Acquisition, Improvement and Operation	Budgeted Environmental Growth	Police Decentral- ization	Public Trans- portation	Qualcomm Stadium Operations
ASSETS					
Cash or Equity in Pooled Cash and Investments	\$ 6,421	\$ 1,179	\$ 12,734	\$ 5,615	\$ 1,075
Cash With Custodian/Fiscal Agent	---	---	---	---	---
Investments at Fair Value	---	---	---	---	---
Receivables:					
Taxes - Net	---	1,806	---	---	---
Accounts - Net	621	---	---	---	1,292
Claims - Net	---	---	---	---	---
Special Assessments - Net	414	---	---	---	---
Notes	---	---	---	---	---
Accrued Interest	84	28	---	57	16
Grants	---	---	---	---	---
From Other Funds	---	---	---	---	---
From Other Agencies	---	---	---	---	---
Advances to Other Funds	282	848	---	---	---
Advances to Other Agencies	55	---	---	---	---
Prepaid and Reimbursable Items and Deposits	---	---	---	---	30
TOTAL ASSETS	\$ 7,877	\$ 3,861	\$ 12,734	\$ 5,672	\$ 2,413
LIABILITIES					
Accounts Payable	\$ 65	\$ 4	\$ 5,925	\$ ---	\$ 20
Accrued Wages and Benefits	55	---	---	---	176
Other Accrued Liabilities	---	---	---	---	1,085
Due to Other Funds	---	---	---	---	---
Due to Component Unit	---	---	---	---	---
Due to Other Agencies	---	---	---	---	---
Deferred Revenue	940	---	---	---	187
Advances from Component Unit	---	---	---	---	---
Advances from Other Agencies	---	---	---	---	---
Sundry Trust Liabilities	---	---	---	---	---
TOTAL LIABILITIES	1,060	4	5,925	---	1,468
FUND EQUITY					
Fund Balances:					
Reserved for Encumbrances	894	201	115	2	348
Reserved for Advances and Deposits	336	848	---	---	---
Unreserved:					
Designated for Subsequent Years'					
Expenditures	---	91	---	---	344
Undesignated	5,587	2,717	6,694	5,670	253
TOTAL FUND EQUITY	6,817	3,857	6,809	5,672	945
TOTAL LIABILITIES AND FUND EQUITY	\$ 7,877	\$ 3,861	\$ 12,734	\$ 5,672	\$ 2,413

Special Gas Tax Street Improvement	Street Division Operations	Transient Occupancy Tax	Zoological Exhibits	Other Special Revenue	Unbudgeted		Other Special Revenue	Totals	
					Grants			2000	1999
\$ 737	\$ 1,370	\$ 33,864	\$ 168	\$ 5,374	\$ 13,641		\$ 42,017	\$ 124,195	\$ 138,699
---	---	---	---	---	---		243	243	237
---	---	---	---	---	---		51	51	81
---	---	3,628	64	---	---		44	5,542	5,311
1,919	124	539	---	1,376	---		1,999	7,870	5,678
1	21	---	---	---	---		---	22	14
---	---	---	---	---	---		125	539	433
---	---	---	---	---	428		1,304	1,732	1,773
101	---	258	---	66	253		306	1,169	971
---	---	---	---	---	14,121		---	14,121	8,339
---	---	669	---	---	---		---	669	532
---	---	110	---	---	---		---	110	29
---	7,793	---	---	69	---		12	9,004	8,691
---	---	4,126	---	---	673		205	5,059	1,091
---	2	6	---	---	1		1	40	5
\$ 2,758	\$ 9,310	\$ 43,200	\$ 232	\$ 6,885	\$ 29,117		\$ 46,307	\$ 170,366	\$ 171,884
\$ 1	\$ 486	\$ 234	\$ ---	\$ 6	\$ 672		\$ 355	\$ 7,768	\$ 2,849
---	805	71	---	237	57		---	1,401	1,237
---	70	---	---	---	---		---	1,155	1,903
---	---	---	---	141	---		---	141	4,989
---	---	2,171	---	---	---		2,128	4,299	616
---	---	---	---	---	75		---	75	70
22	145	539	---	152	22,034		12,686	36,705	31,971
---	---	---	---	---	---		---	---	500
---	---	---	---	---	---		---	---	39
---	---	---	---	---	1,744		---	1,744	1,322
23	1,506	3,015	---	536	24,582		15,169	53,288	45,496
1,596	10	7,806	---	2,176	35		5,646	18,829	17,194
---	7,793	3,600	---	69	---		12	12,658	9,122
835	1	8,171	232	1,677	18		16,092	27,461	45,333
304	---	20,608	---	2,427	4,482		9,388	58,130	54,739
2,735	7,804	40,185	232	6,349	4,535		31,138	117,078	126,388
\$ 2,758	\$ 9,310	\$ 43,200	\$ 232	\$ 6,885	\$ 29,117		\$ 46,307	\$ 170,366	\$ 171,884

SPECIAL REVENUE FUNDS
CITY OF SAN DIEGO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended June 30, 2000
With Comparative Figures for the Year Ended June 30, 1999
(In Thousands)

	Acquisition, Improvement and Operation	Budgeted Environ- mental Growth	Police Decentral- ization	Public Trans- portation	Qualcomm Stadium Operations
REVENUES					
Property Taxes	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---
Special Assessments	6,695	---	---	---	---
Sales Taxes	923	---	19,122	---	---
Other Local Taxes	---	7,553	---	---	---
Licenses and Permits	953	---	---	---	---
Fines, Forfeitures and Penalties	---	---	---	---	---
Revenue from Use of Money and Property	298	92	---	231	14,992
Revenue from Federal Agencies	---	---	---	---	---
Revenue from Other Agencies	---	---	---	---	---
Revenue from Private Sources	55	---	---	---	---
Charges for Current Services	1,994	---	---	---	---
Other Revenue	18	---	---	---	38
TOTAL REVENUES	10,936	7,645	19,122	231	15,030
EXPENDITURES					
Current:					
General Government	1,083	---	---	---	265
Community and Economic Development	---	---	---	---	---
Public Safety	---	---	8,130	---	---
Libraries	---	---	---	---	---
Parks, Recreation and Culture	123	1,352	---	---	16,817
Public Works	9,122	---	---	---	---
Housing and Community Development	946	---	---	---	---
Public Transportation	---	---	---	14	---
Employee Relations and Special Projects	---	---	---	---	---
Miscellaneous and Unallocated	---	---	---	---	---
Cost of Issuance, Bonds and Notes	---	---	---	---	---
Capital Projects	---	164	---	---	387
Debt Service:					
Principal Retirement	---	---	---	---	---
Interest	---	---	---	---	---
TOTAL EXPENDITURES	11,274	1,516	8,130	14	17,469
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(338)	6,129	10,992	217	(2,439)
OTHER FINANCING SOURCES (USES)					
Transfers from Proprietary Funds	---	---	---	---	---
Transfers from Other Funds	695	718	---	6,210	6,242
Transfers from Component Unit	---	---	---	---	---
Transfers to Proprietary Funds	(7)	---	---	---	(38)
Transfers to Other Funds	---	(8,347)	(4,335)	(4,138)	(5,353)
Transfers to Component Unit	---	---	---	---	---
Payment to Refunding Bond Escrow Agent	---	---	---	---	---
TOTAL OTHER FINANCING SOURCES (USES)	688	(7,629)	(4,335)	2,072	851
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	350	(1,500)	6,657	2,289	(1,588)
Fund Balances at Beginning of Year	6,467	5,357	152	3,383	2,533
FUND BALANCES AT END OF YEAR	\$ 6,817	\$ 3,857	\$ 6,809	\$ 5,672	\$ 945

THE CITY OF SAN DIEGO

ANNUAL FINANCIAL REPORT

Special Gas Tax Street Improvement	Street Division Operations	Transient Occupancy Tax	Zoological Exhibits	Other Special Revenue	Unbudgeted		Totals	1999
					Grants	Other Special Revenue		
							2000	
\$ ---	\$ ---	\$ ---	\$ 4,312	\$ ---	\$ ---	\$ 94	\$ 4,406	\$ 3,977
---	---	---	---	---	---	1,160	7,855	6,541
---	---	23,229	---	---	---	---	43,274	27,829
22,880	---	45,899	---	---	---	---	76,332	74,960
---	3	---	---	---	---	4,905	5,861	7,650
---	1	---	---	2,393	---	337	2,731	1,928
668	---	1,371	---	249	1,020	6,482	25,403	24,423
---	---	---	---	---	45,062	---	45,062	47,089
---	---	4,610	---	358	7,340	726	13,034	17,280
3	46	---	---	---	---	15,705	15,809	10,566
2	1,487	249	---	13,064	80	655	17,531	15,254
201	---	---	---	250	6,674	1,032	8,213	4,226
23,754	1,537	75,358	4,312	16,314	60,176	31,096	265,511	241,723
---	---	10	---	77	422	2,201	4,058	4,183
---	---	---	---	---	1,420	208	1,628	---
---	---	---	---	9,636	28,414	892	47,072	41,127
---	---	---	---	---	2,093	1,324	3,417	2,389
938	45,602	30,280	4,638	123	1,196	1,344	55,873	47,453
---	---	40	---	890	---	16,893	73,485	62,647
---	---	---	---	---	3,984	3,307	8,237	8,014
---	---	---	---	---	---	---	14	30
---	---	---	---	---	3,652	3,472	7,124	6,484
---	---	---	---	---	---	13	13	---
(775)	---	2,256	---	97	8,213	2,540	12,882	1,265
---	---	---	---	---	1,300	---	1,300	1,160
---	---	---	---	---	1,516	---	1,516	1,316
163	45,602	32,586	4,638	10,823	52,210	32,194	216,619	176,099
23,591	(44,065)	42,772	(326)	5,491	7,966	(1,098)	48,892	65,624
---	---	---	---	116	---	---	116	165
---	46,545	785	---	---	1,351	10,460	73,006	74,153
---	---	---	---	2,272	---	---	2,272	---
---	(158)	---	---	(950)	---	---	(1,153)	(47)
(30,317)	---	(49,851)	---	(4,943)	(5,220)	(8,846)	(121,350)	(116,080)
---	---	(3,476)	---	---	(2,663)	(4,954)	(11,093)	(1,514)
---	---	---	---	---	---	---	---	(40)
(30,317)	46,387	(52,542)	---	(3,505)	(6,532)	(3,340)	(58,202)	(43,363)
(6,726)	2,322	(9,770)	(326)	1,986	1,434	(4,438)	(9,310)	22,261
9,461	5,482	49,955	558	4,363	3,101	35,576	126,388	104,127
\$ 2,735	\$ 7,804	\$ 40,185	\$ 232	\$ 6,349	\$ 4,535	\$ 31,138	\$ 117,078	\$ 126,388

SPECIAL REVENUE FUNDS
CITY OF SAN DIEGO
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN UNDESIGNATED FUND BALANCES
BUDGET AND ACTUAL (BUDGETARY BASIS)
Year Ended June 30, 2000
(In Thousands)

	Actual	Acquisition, Improvement and Operation Adjustment to Budgetary Basis	Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
REVENUES					
Property Taxes	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---
Special Assessments	6,695	---	6,695	6,698	(3)
Sales Taxes	923	---	923	924	(1)
Other Local Taxes	---	---	---	---	---
Licenses and Permits	953	---	953	1,373	(420)
Fines, Forfeitures and Penalties	---	---	---	---	---
Revenue from Use of Money and Property	298	---	298	238	60
Revenue from Other Agencies	---	---	---	---	---
Revenue from Private Sources	55	---	55	---	55
Charges for Current Services	1,994	---	1,994	2,189	(195)
Other Revenue	18	---	18	87	(69)
TOTAL REVENUES	10,936	---	10,936	11,509	(573)
EXPENDITURES					
Current:					
General Government	1,083	48	1,131	1,250	119
Public Safety	---	---	---	---	---
Parks, Recreation and Culture	123	174	297	297	---
Public Works	9,122	740	9,862	15,408	5,546
Housing and Community Development	946	21	967	1,373	406
Public Transportation	---	---	---	---	---
Capital Projects	---	---	---	---	---
TOTAL EXPENDITURES	11,274	983	12,257	18,328	6,071
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(338)	(983)	(1,321)	(6,819)	5,498
OTHER FINANCING SOURCES (USES)					
Transfers from Proprietary Funds	---	---	---	---	---
Transfers from Other Funds	695	---	695	1,468	(773)
Transfers from Component Unit	---	---	---	---	---
Transfers to Proprietary Funds	(7)	---	(7)	(84)	77
Transfers to Other Funds	---	---	---	---	---
Transfers to Component Unit	---	---	---	---	---
TOTAL OTHER FINANCING SOURCES (USES)	688	---	688	1,384	(696)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	\$ 350	\$ (983)	(633)	(5,435)	4,802
Fund Balances Undesignated at July 1, 1999			5,411	5,411	---
Reserved for Encumbrances at July 1, 1999			805	805	---
Designated for Subsequent Years' Expenditures at July 1, 1999			4	4	---
Designated for Subsequent Years' Expenditures at June 30, 2000			---	---	---
FUND BALANCES UNDESIGNATED AT JUNE 30, 2000	\$	\$	5,587	\$ 785	\$ 4,802

Environmental Growth					Police Decentralization				
Actual	Adjustment to Budgetary Basis	Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)	Actual	Adjustment to Budgetary Basis	Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---
---	---	---	---	---	---	---	---	---	---
7,553	---	7,553	6,913	640	19,122	---	19,122	15,470	3,652
---	---	---	---	---	---	---	---	---	---
92	---	92	107	(15)	---	---	---	---	---
---	---	---	---	---	---	---	---	---	---
---	---	---	---	---	---	---	---	---	---
7,645	---	7,645	7,020	625	19,122	---	19,122	3,266 18,736	(3,266) 386
---	---	---	---	---	---	---	---	---	---
1,352	162	1,514	1,860	346	8,130	115	8,245	13,976	5,731
---	---	---	---	---	---	---	---	---	---
---	---	---	---	---	---	---	---	---	---
164	39	203	295	92	---	---	---	---	---
1,516	201	1,717	2,155	438	8,130	115	8,245	13,976	5,731
6,129	(201)	5,928	4,865	1,063	10,992	(115)	10,877	4,760	6,117
---	---	---	---	---	---	---	---	---	---
718	313	1,031	740	291	---	---	---	---	---
---	---	---	---	---	---	---	---	---	---
(8,347)	---	(8,347)	(8,350)	3	(4,335)	---	(4,335)	(4,335)	---
(7,629)	313	(7,316)	(7,610)	294	(4,335)	---	(4,335)	(4,335)	---
\$ (1,500)	\$ 112	(1,388)	(2,745)	1,357	\$ 6,657	\$ (115)	6,542	425	6,117
		3,806	3,806	---			53	53	---
		205	205	---			---	---	---
		185	185	---			99	99	---
		(91)	---	(91)			---	---	---
		\$ 2,717	\$ 1,451	\$ 1,266			\$ 6,694	\$ 577	\$ 6,117

Continued on next page

SPECIAL REVENUE FUNDS
CITY OF SAN DIEGO
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN UNDESIGNATED FUND BALANCES
BUDGET AND ACTUAL (BUDGETARY BASIS)
Year Ended June 30, 2000
(In Thousands)

		Public Transportation			
	Actual	Adjustment to Budgetary Basis	Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
REVENUES					
Property Taxes	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---
Special Assessments	---	---	---	---	---
Sales Taxes	---	---	---	---	---
Other Local Taxes	---	---	---	---	---
Licenses and Permits	---	---	---	---	---
Fines, Forfeitures and Penalties	---	---	---	---	---
Revenue from Use of Money and Property	231	---	231	250	(19)
Revenue from Other Agencies	---	---	---	---	---
Revenue from Private Sources	---	---	---	---	---
Charges for Current Services	---	---	---	---	---
Other Revenue	---	---	---	---	---
TOTAL REVENUES	231	---	231	250	(19)
EXPENDITURES					
Current:					
General Government	---	---	---	---	---
Public Safety	---	---	---	---	---
Parks, Recreation and Culture	---	---	---	---	---
Public Works	---	---	---	---	---
Housing and Community Development	---	---	---	---	---
Public Transportation	14	2	16	85	69
Capital Projects	---	---	---	---	---
TOTAL EXPENDITURES	14	2	16	85	69
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	217	(2)	215	165	50
OTHER FINANCING SOURCES (USES)					
Transfers from Proprietary Funds	---	---	---	---	---
Transfers from Other Funds	6,210	---	6,210	4,210	2,000
Transfers from Component Unit	---	---	---	---	---
Transfers to Proprietary Funds	---	---	---	---	---
Transfers to Other Funds	(4,138)	---	(4,138)	(4,138)	---
Transfers to Component Unit	---	---	---	---	---
TOTAL OTHER FINANCING SOURCES (USES)	2,072	---	2,072	72	2,000
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	\$ 2,289	\$ (2)	2,287	237	2,050
Fund Balances Undesignated at July 1, 1999			3,381	3,381	---
Reserved for Encumbrances at July 1, 1999			2	2	---
Designated for Subsequent Years' Expenditures at July 1, 1999			---	---	---
Designated for Subsequent Years' Expenditures at June 30, 2000			---	---	---
FUND BALANCES UNDESIGNATED AT JUNE 30, 2000	\$ 5,670	\$ 3,620	\$ 2,050		

Qualcomm Stadium Operations					Special Gas Tax Street Improvement				
Actual	Adjustment to Budgetary Basis	Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)	Actual	Adjustment to Budgetary Basis	Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---
---	---	---	---	---	---	---	---	---	---
---	---	---	---	---	---	---	---	---	---
---	---	---	---	---	22,880	---	22,880	24,360	(1,480)
---	---	---	---	---	---	---	---	---	---
14,992	---	14,992	15,607	(615)	668	---	668	950	(282)
---	---	---	---	---	---	---	---	---	---
---	---	---	---	---	3	---	3	---	3
38	---	38	26	12	2	---	2	---	2
15,030	---	15,030	15,633	(603)	201	---	201	150	51
---	---	---	---	---	23,754	---	23,754	25,460	(1,706)
---	---	---	---	---	---	---	---	---	---
265	---	265	265	---	---	---	---	---	---
---	---	---	---	---	---	---	---	---	---
16,817	348	17,165	17,165	---	---	---	---	---	---
---	---	---	---	---	938	62	1,000	1,058	58
---	---	---	---	---	---	---	---	---	---
387	---	387	787	400	(775)	85	(690)	(681)	9
17,469	348	17,817	18,217	400	163	147	310	377	67
---	---	---	---	---	---	---	---	---	---
(2,439)	(348)	(2,787)	(2,584)	(203)	23,591	(147)	23,444	25,083	(1,639)
---	---	---	---	---	---	---	---	---	---
6,242	---	6,242	6,231	11	---	---	---	---	---
---	---	---	---	---	---	---	---	---	---
(38)	---	(38)	(38)	---	---	---	---	---	---
(5,353)	---	(5,353)	(5,353)	---	(30,317)	(1,449)	(31,766)	(33,095)	1,329
---	---	---	---	---	---	---	---	---	---
851	---	851	840	11	(30,317)	(1,449)	(31,766)	(33,095)	1,329
---	---	---	---	---	---	---	---	---	---
\$ (1,588)	\$ (348)	(1,936)	(1,744)	(192)	\$ (6,726)	\$ (1,596)	(8,322)	(8,012)	(310)
---	---	---	---	---	---	---	---	---	---
---	---	1,167	1,167	---	---	---	361	361	---
---	---	350	350	---	---	---	3,256	3,256	---
---	---	1,016	1,016	---	---	---	5,844	5,844	---
---	---	(344)	---	(344)	---	---	(835)	---	(835)
---	---	---	---	---	---	---	---	---	---
---	---	\$ 253	\$ 789	\$ (536)	---	---	\$ 304	\$ 1,449	\$ (1,145)

Continued on next page

SPECIAL REVENUE FUNDS
CITY OF SAN DIEGO
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN UNDESIGNATED FUND BALANCES
BUDGET AND ACTUAL (BUDGETARY BASIS)
Year Ended June 30, 2000
(In Thousands)

		Street Division Operations			
	Actual	Adjustment to Budgetary Basis	Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
REVENUES					
Property Taxes	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---
Special Assessments	---	---	---	---	---
Sales Taxes	---	---	---	---	---
Other Local Taxes	---	---	---	---	---
Licenses and Permits	3	---	3	---	3
Fines, Forfeitures and Penalties	1	---	1	450	(449)
Revenue from Use of Money and Property	---	---	---	---	---
Revenue from Other Agencies	---	---	---	---	---
Revenue from Private Sources	46	---	46	33	13
Charges for Current Services	1,487	---	1,487	841	646
Other Revenue	---	---	---	---	---
TOTAL REVENUES	1,537	---	1,537	1,324	213
EXPENDITURES					
Current:					
General Government	---	---	---	---	---
Public Safety	---	---	---	---	---
Parks, Recreation and Culture	---	---	---	---	---
Public Works	45,602	2,505	48,107	49,985	1,878
Housing and Community Development	---	---	---	---	---
Public Transportation	---	---	---	---	---
Capital Projects	---	---	---	---	---
TOTAL EXPENDITURES	45,602	2,505	48,107	49,985	1,878
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(44,065)	(2,505)	(46,570)	(48,661)	2,091
OTHER FINANCING SOURCES (USES)					
Transfers from Proprietary Funds	---	---	---	---	---
Transfers from Other Funds	46,545	---	46,545	48,477	(1,932)
Transfers from Component Unit	---	---	---	---	---
Transfers to Proprietary Funds	(158)	---	(158)	---	(158)
Transfers to Other Funds	---	---	---	---	---
Transfers to Component Unit	---	---	---	---	---
TOTAL OTHER FINANCING SOURCES (USES)	46,387	---	46,387	48,477	(2,090)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	\$ 2,322	\$ (2,505)	(183)	(184)	1
Fund Balances Undesignated at July 1, 1999	---	---	---	---	---
Reserved for Encumbrances at July 1, 1999	---	---	181	181	---
Designated for Subsequent Years' Expenditures at July 1, 1999	---	---	3	3	---
Designated for Subsequent Years' Expenditures at June 30, 2000	---	---	(1)	---	(1)
FUND BALANCES UNDESIGNATED AT JUNE 30, 2000	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---

Transient Occupancy Tax					Zoological Exhibits				
Actual	Adjustment to Budgetary Basis	Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)	Actual	Adjustment to Budgetary Basis	Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ 4,312	\$ ---	\$ 4,312	\$ 4,638	\$ (326)
23,229	---	23,229	32,392	(9,163)	---	---	---	---	---
45,899	---	45,899	47,395	(1,496)	---	---	---	---	---
---	---	---	---	---	---	---	---	---	---
1,371	---	1,371	---	1,371	---	---	---	---	---
4,610	---	4,610	5,500	(890)	---	---	---	---	---
---	---	---	---	---	---	---	---	---	---
249	---	249	614	(365)	---	---	---	---	---
---	---	---	---	---	---	---	---	---	---
75,358	---	75,358	85,901	(10,543)	4,312	---	4,312	4,638	(326)
10	---	10	50	40	---	---	---	---	---
---	---	---	---	---	---	---	---	---	---
30,280	5,321	35,601	49,129	13,528	4,638	---	4,638	4,638	---
40	53	93	138	45	---	---	---	---	---
---	---	---	---	---	---	---	---	---	---
---	---	---	---	---	---	---	---	---	---
2,256	2,432	4,688	10,561	5,873	---	---	---	---	---
32,586	7,806	40,392	59,878	19,486	4,638	---	4,638	4,638	---
42,772	(7,806)	34,966	26,023	8,943	(326)	---	(326)	---	(326)
---	---	---	---	---	---	---	---	---	---
785	---	785	10,698	(9,913)	---	---	---	---	---
---	---	---	---	---	---	---	---	---	---
---	---	---	---	---	---	---	---	---	---
(49,851)	1,958	(47,893)	(54,203)	6,310	---	---	---	---	---
(3,476)	(3,600)	(7,076)	(7,077)	1	---	---	---	---	---
(52,542)	(1,642)	(54,184)	(50,582)	(3,602)	---	---	---	---	---
\$ (9,770)	\$ (9,448)	(19,218)	(24,559)	5,341	\$ (326)	\$ ---	(326)	---	(326)
---	---	---	---	---	---	---	---	---	---
---	---	22,970	22,970	---	---	---	---	---	---
---	---	5,378	5,378	---	---	---	---	---	---
---	---	19,649	19,649	---	---	---	558	558	---
---	---	(8,171)	---	(8,171)	---	---	(232)	---	(232)
---	---	\$ 20,608	\$ 23,438	\$ (2,830)	---	---	\$ ---	\$ 558	\$ (558)

Continued on next page

SPECIAL REVENUE FUNDS
CITY OF SAN DIEGO
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN UNDESIGNATED FUND BALANCES
BUDGET AND ACTUAL (BUDGETARY BASIS)
Year Ended June 30, 2000
(In Thousands)

	Actual	Adjustment to Budgetary Basis	Other Special Revenue Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
REVENUES					
Property Taxes	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---
Special Assessments	---	---	---	---	---
Sales Taxes	---	---	---	---	---
Other Local Taxes	---	---	---	---	---
Licenses and Permits	---	---	---	---	---
Fines, Forfeitures and Penalties	2,393	---	2,393	3,096	(703)
Revenue from Use of Money and Property	249	---	249	6	243
Revenue from Other Agencies	358	---	358	488	(130)
Revenue from Private Sources	---	---	---	---	---
Charges for Current Services	13,064	---	13,064	13,284	(220)
Other Revenue	250	---	250	---	250
TOTAL REVENUES	16,314	---	16,314	16,874	(560)
EXPENDITURES					
Current:					
General Government	77	---	77	76	(1)
Public Safety	9,636	1,687	11,323	12,269	946
Parks, Recreation and Culture	123	8	131	---	(131)
Public Works	890	440	1,330	1,585	255
Housing and Community Development	---	---	---	---	---
Public Transportation	---	---	---	---	---
Capital Projects	97	49	146	863	717
TOTAL EXPENDITURES	10,823	2,184	13,007	14,793	1,786
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	5,491	(2,184)	3,307	2,081	1,226
OTHER FINANCING SOURCES (USES)					
Transfers from Proprietary Funds	116	---	116	130	(14)
Transfers from Other Funds	---	---	---	---	---
Transfers from Component Unit	2,272	---	2,272	909	1,363
Transfers to Proprietary Funds	(950)	---	(950)	(1,086)	136
Transfers to Other Funds	(4,943)	---	(4,943)	(4,987)	44
Transfers to Component Unit	---	---	---	---	---
TOTAL OTHER FINANCING SOURCES (USES)	(3,505)	---	(3,505)	(5,034)	1,529
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	\$ 1,986	\$ (2,184)	(198)	(2,953)	2,755
Fund Balances Undesignated at July 1, 1999			1,115	1,115	---
Reserved for Encumbrances at July 1, 1999			1,956	1,956	---
Designated for Subsequent Years' Expenditures at July 1, 1999			1,231	1,231	---
Designated for Subsequent Years' Expenditures at June 30, 2000			(1,677)	---	(1,677)
FUND BALANCES UNDESIGNATED AT JUNE 30, 2000			\$ 2,427	\$ 1,349	\$ 1,078

Actual	Adjustment to Budgetary Basis	Total Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
\$ 4,312	\$ ---	\$ 4,312	\$ 4,638	\$ (326)
6,695	---	6,695	6,698	(3)
43,274	---	43,274	48,786	(5,512)
76,332	---	76,332	78,668	(2,336)
956	---	956	1,373	(417)
2,394	---	2,394	3,546	(1,152)
17,901	---	17,901	17,158	743
4,968	---	4,968	5,988	(1,020)
104	---	104	33	71
16,796	---	16,796	16,928	(132)
507	---	507	3,529	(3,022)
174,239	---	174,239	187,345	(13,106)
1,435	48	1,483	1,641	158
17,766	1,802	19,568	26,245	6,677
53,333	6,013	59,346	73,089	13,743
56,592	3,800	60,392	68,174	7,782
946	21	967	1,373	406
14	2	16	85	69
2,129	2,605	4,734	11,825	7,091
132,215	14,291	146,506	182,432	35,926
42,024	(14,291)	27,733	4,913	22,820
116	---	116	130	(14)
61,195	313	61,508	71,824	(10,316)
2,272	---	2,272	909	1,363
(1,153)	---	(1,153)	(1,208)	55
(107,284)	509	(106,775)	(114,462)	7,687
(3,476)	(3,600)	(7,076)	(7,077)	1
(48,330)	(2,778)	(51,108)	(49,884)	(1,224)
\$ (6,306)	\$ (17,069)	(23,375)	(44,971)	21,596
		38,264	38,264	---
		12,133	12,133	---
		28,589	28,589	---
		(11,351)	---	(11,351)
		\$ 44,260	\$ 34,015	\$ 10,245

SPECIAL REVENUE FUNDS
CITY OF SAN DIEGO
ENVIRONMENTAL GROWTH FUND
BALANCE SHEET
June 30, 2000
With Comparative Figures for June 30, 1999
(In Thousands)

	Two-Thirds Requirement	One-Third Requirement	Totals 2000	1999
ASSETS				
Cash or Equity in Pooled Cash and Investments	\$ 953	\$ 226	\$ 1,179	\$ 2,457
Receivables:				
Taxes - Net	1,204	602	1,806	1,711
Accrued Interest	13	15	28	37
Advances to Other Funds	622	226	848	1,161
TOTAL ASSETS	\$ 2,792	\$ 1,069	\$ 3,861	\$ 5,366
LIABILITIES				
Accounts Payable	\$ ---	\$ 4	\$ 4	\$ 9
TOTAL LIABILITIES	---	4	4	9
FUND EQUITY				
Fund Balances:				
Reserved for Encumbrances	---	201	201	205
Reserved for Advances and Deposits	622	226	848	1,161
Unreserved:				
Designated for Subsequent Years' Expenditures	---	91	91	185
Undesignated	2,170	547	2,717	3,806
TOTAL FUND EQUITY	2,792	1,065	3,857	5,357
TOTAL LIABILITIES AND FUND EQUITY	\$ 2,792	\$ 1,069	\$ 3,861	\$ 5,366

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended June 30, 2000
With Comparative Figures for the Year Ended June 30, 1999
(In Thousands)

	Two-Thirds Requirement	One-Third Requirement	Totals 2000	1999
REVENUES				
Other Local Taxes	\$ 5,037	\$ 2,516	\$ 7,553	\$ 6,750
Revenue from Use of Money and Property	51	41	92	172
TOTAL REVENUES	5,088	2,557	7,645	6,922
EXPENDITURES				
Current:				
Parks, Recreation and Culture	---	1,352	1,352	1,159
Capital Projects	---	164	164	548
TOTAL EXPENDITURES	---	1,516	1,516	1,707
EXCESS OF REVENUES OVER EXPENDITURES	5,088	1,041	6,129	5,215
OTHER FINANCING SOURCES (USES)				
Transfers from Other Funds	718	---	718	1,006
Transfers to Other Funds	(7,536)	(811)	(8,347)	(7,649)
TOTAL OTHER FINANCING SOURCES (USES)	(6,818)	(811)	(7,629)	(6,643)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	(1,730)	230	(1,500)	(1,428)
Fund Balances at Beginning of Year	4,522	835	5,357	6,785
FUND BALANCES AT END OF YEAR	\$ 2,792	\$ 1,065	\$ 3,857	\$ 5,357



SPECIAL REVENUE FUNDS
CITY OF SAN DIEGO
ENVIRONMENTAL GROWTH FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN UNDESIGNATED FUND BALANCES
BUDGET AND ACTUAL (BUDGETARY BASIS)
Year Ended June 30, 2000
(In Thousands)

	Actual	Adjustment to Budgetary Basis	Two-Thirds Requirement Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
REVENUES					
Other Local Taxes	\$ 5,037	\$ ---	\$ 5,037	\$ 4,609	\$ 428
Revenue from Use of Money and Property	51	---	51	54	(3)
TOTAL REVENUES	5,088	---	5,088	4,663	425
EXPENDITURES					
Current:					
Parks, Recreation and Culture	---	---	---	---	---
Capital Projects	---	---	---	---	---
TOTAL EXPENDITURES	---	---	---	---	---
EXCESS OF REVENUES OVER EXPENDITURES	5,088	---	5,088	4,663	425
OTHER FINANCING SOURCES (USES)					
Transfers from Other Funds	718	313	1,031	740	291
Transfers to Other Funds	(7,536)	---	(7,536)	(7,539)	3
TOTAL OTHER FINANCING SOURCES (USES)	(6,818)	313	(6,505)	(6,799)	294
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	\$ (1,730)	\$ 313	(1,417)	(2,136)	719
Fund Balances Undesignated at July 1, 1999			3,587	3,587	---
Reserved for Encumbrances at July 1, 1999			---	---	---
Designated for Subsequent Years' Expenditures at July 1, 1999			---	---	---
Designated for Subsequent Years' Expenditures at June 30, 2000			---	---	---
FUND BALANCES UNDESIGNATED AT JUNE 30, 2000	\$	2,170	\$	1,451	\$ 719

One-Third Requirement					Total				
Actual	Adjustment to Budgetary Basis	Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)	Actual	Adjustment to Budgetary Basis	Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
\$ 2,516	\$ ---	\$ 2,516	\$ 2,304	\$ 212	\$ 7,553	\$ ---	\$ 7,553	\$ 6,913	\$ 640
41	---	41	53	(12)	92	---	92	107	(15)
2,557	---	2,557	2,357	200	7,645	---	7,645	7,020	625
1,352	162	1,514	1,860	346	1,352	162	1,514	1,860	346
164	39	203	295	92	164	39	203	295	92
1,516	201	1,717	2,155	438	1,516	201	1,717	2,155	438
1,041	(201)	840	202	638	6,129	(201)	5,928	4,865	1,063
---	---	---	---	---	718	313	1,031	740	291
(811)	---	(811)	(811)	---	(8,347)	---	(8,347)	(8,350)	3
(811)	---	(811)	(811)	---	(7,629)	313	(7,316)	(7,610)	294
\$ 230	\$ (201)	29	(609)	638	\$ (1,500)	\$ 112	(1,388)	(2,745)	1,357
		219	219	---			3,806	3,806	---
		205	205	---			205	205	---
		185	185	---			185	185	---
		(91)	---	(91)			(91)	---	(91)
		\$ 547	\$ ---	\$ 547			\$ 2,717	\$ 1,451	\$ 1,266



DEBT SERVICE FUNDS

DEBT SERVICE FUNDS ARE USED TO ACCOUNT FOR THE ACCUMULATION OF RESOURCES FOR, AND THE PAYMENT OF, GENERAL LONG-TERM DEBT PRINCIPAL, INTEREST AND RELATED COSTS.

CITY OF SAN DIEGO

PRE-ARRAIGNMENT DETENTION FACILITY

This fund was established to account for the payment of principal and interest and to maintain a reserve for certificates of participation issued in fiscal year 1992. The certificates were issued to fund construction of a misdemeanor pre-arraignment detention facility. Certificate payments are made from funds appropriated during the annual budget process. The reserve is to be used only in the event there are insufficient funds available to pay the annual principal or interest requirement.

PUBLIC SAFETY COMMUNICATIONS PROJECT

This fund was established to account for the payment of principal and interest on general obligation bonds issued in 1991. These bonds are serviced by property taxes.

OTHER SPECIAL ASSESSMENTS FUNDS

These funds were established to account for the payment of principal and interest for bonds issued under the Improvement Bond Act of 1915 and the Mello-Roos Community Facilities District Act of 1982. These bonds are serviced by assessments and special taxes levied on property owners within each assessment area.

CITY OF SAN DIEGO/METROPOLITAN TRANSIT DEVELOPMENT BOARD AUTHORITY

This fund was established to account for the debt service activities of the City of San Diego/Metropolitan Transit Development Board Authority (the "Authority") Joint Powers Agency. The Authority was created to acquire, construct, maintain and operate public transit facilities. The Authority debt service fund is used to account for the payment of long-term debt principal and interest. This fund is serviced by investment income, lease payments from the City of San Diego, and proceeds from lease revenue bonds and certificates of participation.

CONVENTION CENTER EXPANSION FINANCING AUTHORITY

This fund was established to account for the debt service activities of the Convention Center Expansion Financing Authority (the "Authority"). The Authority is a joint powers entity of the City of San Diego and the San Diego Unified Port District and was established to finance, acquire and construct an expansion to the existing convention center. The Authority debt service fund is used to account for the payment of long-term debt principal and interest.

DEBT SERVICE FUNDS (Continued)

PUBLIC FACILITIES FINANCING AUTHORITY

This fund was established to account for the debt service activities of the Public Facilities Financing Authority (the "Authority"). The Authority is a joint powers entity of the City of San Diego and the Redevelopment Agency of the City of San Diego and was created to finance and construct public capital facility improvements of the Agency or the City. The Authority debt service fund is used to account for the payment of long-term debt principal and interest.

REDEVELOPMENT AGENCY

This fund was established to account for the debt service activities of the Redevelopment Agency of the City of San Diego (the "Agency"). The Agency was established to provide a method for revitalizing deteriorated and blighted areas of the City of San Diego. This fund is serviced by property tax increments, sale of real estate, and investment income.

SAN DIEGO FACILITIES AND EQUIPMENT LEASING CORPORATION

This fund was established to account for the debt service activities of the San Diego Facilities and Equipment Leasing Corporation (the "Corporation"). The Corporation was established to acquire and lease to the City of San Diego real and personal property to be used in the municipal operations of the City. Lease payments are made by the City from annual appropriations payable out of any source of legally available funds.

SAN DIEGO OPEN SPACE PARK FACILITIES DISTRICT #1

The San Diego Open Space Park Facilities District #1 was established for the purpose of acquiring open space properties to implement the Open Space Element of the City of San Diego General Plan. This fund was established to account for financial resources accumulated for the payment of long-term debt principal and interest. This fund is serviced by City contributions and investment income.

FINANCIAL STATEMENTS

DEBT SERVICE FUNDS

**DEBT SERVICE FUNDS
COMBINING BALANCE SHEET
June 30, 2000
With Comparative Figures for June 30, 1999
(In Thousands)**

	City of San Diego	City of San Diego/ MTDB Authority	Convention Center Expansion Financing Authority
ASSETS			
Cash or Equity in Pooled Cash and Investments	\$ 3,316	\$ ---	\$ ---
Cash With Custodian/Fiscal Agent	1,048	---	---
Investments at Fair Value	13,509	12,333	7,599
Receivables:			
Taxes - Net	---	---	---
Special Assessments - Net	927	---	---
Accrued Interest	72	---	---
From Other Agencies	---	---	---
Prepaid and Reimbursable Items and Deposits	122	---	---
TOTAL ASSETS	\$ 18,994	\$ 12,333	\$ 7,599
LIABILITIES			
Accounts Payable	\$ ---	\$ ---	\$ ---
Matured Bonds, Notes and Interest Payable	2	---	---
Deferred Revenue	496	---	---
Advances From Other Funds	12	---	---
TOTAL LIABILITIES	510	---	---
FUND EQUITY			
Fund Balances:			
Reserved for Debt Service	18,484	12,333	7,599
Unreserved:			
Designated for Unrealized Gains	---	---	---
TOTAL FUND EQUITY	18,484	12,333	7,599
TOTAL LIABILITIES AND FUND EQUITY	\$ 18,994	\$ 12,333	\$ 7,599

Public Facilities Financing Authority	Redevelopment Agency	San Diego Facilities and Equipment Leasing Corporation	San Diego Open Space Park Facilities District #1	Totals	
				2000	1999
\$ ---	\$ 187	\$ ---	\$ 202	\$ 3,705	\$ 8,181
---	14,774	---	---	15,822	16,438
65,750	7,264	30,701	---	137,156	134,753
---	---	---	---	---	28
---	---	---	---	927	594
---	---	---	26	98	72
1,167,235	---	---	---	1,167,235	1,186,375
---	---	---	1,390	1,512	---
\$ 1,232,985	\$ 22,225	\$ 30,701	\$ 1,618	\$ 1,326,455	\$ 1,346,441
\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ 15
---	---	---	---	2	2
1,167,235	---	---	---	1,167,731	1,186,905
---	---	---	622	634	934
1,167,235	---	---	622	1,168,367	1,187,856
65,750	22,225	30,139	996	157,526	158,010
---	---	562	---	562	575
65,750	22,225	30,701	996	158,088	158,585
\$ 1,232,985	\$ 22,225	\$ 30,701	\$ 1,618	\$ 1,326,455	\$ 1,346,441

DEBT SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended June 30, 2000
With Comparative Figures for the Year Ended June 30, 1999
(In Thousands)

	City of San Diego	City of San Diego/ MTDB Authority	Convention Center Expansion Financing Authority
REVENUES			
Property Taxes	\$ 2,303	\$ ---	\$ ---
Special Assessments	10,602	---	---
Revenue from Use of Money and Property	791	475	354
Revenue from Other Agencies	---	---	---
Revenue from Private Sources	---	---	---
TOTAL REVENUES	13,696	475	354
EXPENDITURES			
Current:			
General Government	65	---	---
Cost of Issuance, Bonds and Notes	---	---	---
Debt Service:			
Principal Retirement	4,215	4,340	---
Interest	7,802	3,368	9,681
TOTAL EXPENDITURES	12,082	7,708	9,681
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	1,614	(7,233)	(9,327)
OTHER FINANCING SOURCES (USES)			
Transfers from Other Funds	1,179	7,928	9,681
Transfers from Escrow Agent	---	---	---
Transfers to Other Funds	(1,499)	---	(22)
Proceeds of Refunding Bonds	---	---	---
Proceeds of Revenue Bonds	---	---	---
Proceeds of Tax Allocation Bonds	---	---	---
Payment to Refunding Bond Escrow Agent	---	---	---
Payment to Tax Allocation Bond Escrow Agent	---	---	---
TOTAL OTHER FINANCING SOURCES (USES)	(320)	7,928	9,659
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	1,294	695	332
Fund Balances at Beginning of Year	17,190	11,638	7,267
FUND BALANCES AT END OF YEAR	\$ 18,484	\$ 12,333	\$ 7,599

Public Facilities Financing Authority	Redevelopment Agency	San Diego Facilities and Equipment Leasing Corporation	San Diego Open Space Park Facilities District #1	Totals	
				2000	1999
\$ ---	\$ 11,694	\$ ---	\$ ---	\$ 13,997	\$ 14,351
---	---	---	---	10,602	13,089
5,758	1,619	1,590	219	10,806	7,688
75,144	---	18,730	---	93,874	61,014
---	288	---	---	288	---
80,902	13,601	20,320	219	129,567	96,142
---	---	176	---	241	83
---	359	---	1	360	1,384
21,090	4,497	3,060	4,525	41,727	38,310
65,234	9,732	22,063	3,011	120,891	84,507
86,324	14,588	25,299	7,537	163,219	124,284
(5,422)	(987)	(4,979)	(7,318)	(33,652)	(28,142)
6,889	---	6,542	7,536	39,755	34,078
---	457	---	---	457	---
---	(7,461)	(4,096)	---	(13,078)	(57,476)
---	---	---	---	---	42,670
---	1,931	---	---	1,931	91,640
---	4,090	---	---	4,090	13,656
---	---	---	---	---	(55,928)
---	---	---	---	---	(8,169)
6,889	(983)	2,446	7,536	33,155	60,471
1,467	(1,970)	(2,533)	218	(497)	32,329
64,283	24,195	33,234	778	158,585	126,256
\$ 65,750	\$ 22,225	\$ 30,701	\$ 996	\$ 158,088	\$ 158,585

DEBT SERVICE FUNDS
CITY OF SAN DIEGO
COMBINING BALANCE SHEET
June 30, 2000
With Comparative Figures for June 30, 1999
(In Thousands)

	Budgeted Pre-Arrestment Detention Facility
ASSETS	
Cash or Equity in Pooled Cash and Investments	\$ ---
Cash With Custodian/Fiscal Agent	1,048
Investments at Fair Value	---
Receivables:	
Taxes - Net	---
Special Assessments - Net	---
Accrued Interest	---
Prepaid and Reimbursable Items and Deposits	---
TOTAL ASSETS	\$ 1,048
LIABILITIES	
Matured Bonds, Notes and Interest Payable	\$ ---
Deferred Revenue	---
Advances from Other Funds	---
TOTAL LIABILITIES	---
FUND EQUITY	
Fund Balances:	
Reserved for Debt Service	1,048
TOTAL LIABILITIES AND FUND EQUITY	\$ 1,048
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES	
Year Ended June 30, 2000	
With Comparative Figures for the Year Ended June 30, 1999	
(In Thousands)	
REVENUES	
Property Taxes	\$ ---
Special Assessments	---
Revenue from Use of Money and Property	96
TOTAL REVENUES	96
EXPENDITURES	
Current:	
General Government	---
Cost of Issuance, Bonds and Notes	---
Debt Service:	
Principal Retirement	800
Interest	296
TOTAL EXPENDITURES	1,096
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,000)
OTHER FINANCING SOURCES (USES)	
Transfers from Other Funds	1,069
Transfers to Other Funds	---
Proceeds of Refunding Bonds	---
Payment to Refunding Bond Escrow Agent	---
TOTAL OTHER FINANCING SOURCES (USES)	1,069
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	69
Fund Balances at Beginning of Year	979
FUND BALANCES AT END OF YEAR	\$ 1,048

Budgeted Public Safety Communications Project	Unbudgeted Other Special Assessments	Totals	
		2000	1999
\$ 1,890	\$ 1,426	\$ 3,316	\$ 6,254
---	---	1,048	979
---	13,509	13,509	9,811
---	---	---	27
35	892	927	594
20	52	72	57
---	122	122	---
\$ 1,945	\$ 16,001	\$ 18,994	\$ 17,722
\$ ---	\$ 2	\$ 2	\$ 2
---	496	496	530
---	12	12	---
---	510	510	532
1,945	15,491	18,484	17,190
\$ 1,945	\$ 16,001	\$ 18,994	\$ 17,722
\$ 2,303	\$ ---	\$ 2,303	\$ 2,328
---	10,602	10,602	13,089
56	639	791	833
2,359	11,241	13,696	16,250
1	64	65	83
---	---	---	86
1,030	2,385	4,215	5,840
1,328	6,178	7,802	6,332
2,359	8,627	12,082	12,341
---	2,614	1,614	3,909
---	110	1,179	1,489
---	(1,499)	(1,499)	(440)
---	---	---	42,670
---	---	---	(55,928)
---	(1,389)	(320)	(12,209)
---	1,225	1,294	(8,300)
1,945	14,266	17,190	25,490
\$ 1,945	\$ 15,491	\$ 18,484	\$ 17,190

DEBT SERVICE FUNDS
CITY OF SAN DIEGO
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN UNDESIGNATED FUND BALANCES
BUDGET AND ACTUAL (BUDGETARY BASIS)
Year Ended June 30, 2000
(In Thousands)

	Actual	Pre Arraignment Detention Facility Adjustment to Budgetary Basis	Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
REVENUES					
Property Taxes	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---
Revenue from Use of Money and Property	96	---	96	96	---
TOTAL REVENUES	96	---	96	96	---
EXPENDITURES					
Current:					
General Government	---	---	---	---	---
Debt Service:					
Principal Retirement	800	---	800	800	---
Interest	296	---	296	296	---
TOTAL EXPENDITURES	1,096	---	1,096	1,096	---
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,000)	---	(1,000)	(1,000)	---
OTHER FINANCING SOURCES (USES)					
Transfers from Other Funds	1,069	---	1,069	1,069	---
TOTAL OTHER FINANCING SOURCES (USES)	1,069	---	1,069	1,069	---
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	\$ 69	\$ ---	69	69	---
Reserved for Debt Service at July 1, 1999			979	979	---
Reserved for Debt Service at June 30, 2000			(1,048)	(1,048)	---
FUND BALANCES UNDESIGNATED AT June 30, 2000	\$ ---	\$ ---	\$ ---	\$ ---	---

Public Safety Communications Project									
Actual	Adjustment to Budgetary Basis	Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)	Actual	Adjustment to Budgetary Basis	Total Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
\$ 2,303	\$ ---	\$ 2,303	\$ 2,359	\$ (56)	\$ 2,303	\$ ---	\$ 2,303	\$ 2,359	\$ (56)
56	---	56	---	56	152	---	152	96	56
2,359	---	2,359	2,359	---	2,455	---	2,455	2,455	---
1	---	1	1	---	1	---	1	1	---
1,030	---	1,030	1,030	---	1,830	---	1,830	1,830	---
1,328	---	1,328	1,328	---	1,624	---	1,624	1,624	---
2,359	---	2,359	2,359	---	3,455	---	3,455	3,455	---
---	---	---	---	---	(1,000)	---	(1,000)	(1,000)	---
---	---	---	---	---	1,069	---	1,069	1,069	---
---	---	---	---	---	1,069	---	1,069	1,069	---
\$ ---	\$ ---	---	---	---	\$ 69	\$ ---	69	69	---
		1,945	1,945	---			2,924	2,924	---
		(1,945)	(1,945)	---			(2,993)	(2,993)	---
		\$ ---	\$ ---	\$ ---			\$ ---	\$ ---	\$ ---

DEBT SERVICE FUNDS
CITY OF SAN DIEGO
OTHER SPECIAL ASSESSMENTS FUNDS
COMBINING BALANCE SHEET
June 30, 2000
With Comparative Figures for June 30, 1999
(In Thousands)

	Alta Vista	De La Fuente Phase I	De La Fuente Phase II
ASSETS			
Cash or Equity in Pooled Cash and Investments	\$ 9	\$ 359	\$ 295
Investments at Fair Value	8	422	546
Receivables:			
Special Assessments - Net	---	50	426
Accrued Interest	---	4	3
Prepaid and Reimbursable Items and Deposits	---	---	---
TOTAL ASSETS	\$ 17	\$ 835	\$ 1,270
LIABILITIES			
Matured Bonds, Notes and Interest Payable	\$ ---	\$ ---	\$ ---
Deferred Revenue	---	26	170
Advances from Other Funds	---	---	---
TOTAL LIABILITIES	---	26	170
FUND EQUITY			
Fund Balances:			
Reserved for Debt Service	17	809	1,100
TOTAL LIABILITIES AND FUND EQUITY	\$ 17	\$ 835	\$ 1,270

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended June 30, 2000
With Comparative Figures for the Year Ended June 30, 1999
(In Thousands)

REVENUES			
Special Assessments	\$ ---	\$ 466	\$ 610
Revenue from Use of Money and Property	1	35	41
TOTAL REVENUES	1	501	651
EXPENDITURES			
Current:			
General Government	---	---	---
Cost of Issuance, Bonds and Notes	---	---	---
Debt Service:			
Principal Retirement	---	295	135
Interest	---	275	359
TOTAL EXPENDITURES	---	570	494
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	1	(69)	157
OTHER FINANCING SOURCES (USES)			
Transfers from Other Funds	---	---	---
Transfers to Other Funds	---	(14)	(17)
Proceeds of Refunding Bonds	---	---	---
Payment to Refunding Bond Escrow Agent	---	---	---
TOTAL OTHER FINANCING SOURCES (USES)	---	(14)	(17)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	1	(83)	140
Fund Balances at Beginning of Year	16	892	960
FUND BALANCES AT END OF YEAR	\$ 17	\$ 809	\$ 1,100

Int'l Business Center	Reassessment District No. 1999-1	Lopez Canyon	Miramar Ranch North	Mira Mesa	Otay Mesa
\$ 243	\$ 131	\$ ---	\$ 52	\$ 44	\$ 46
1,283	3,266	28	7,849	1	---
17	192	---	172	---	---
3	25	---	11	1	1
---	---	---	---	---	---
\$ 1,546	\$ 3,614	\$ 28	\$ 8,084	\$ 46	\$ 47
---	---	---	---	---	---
17	160	---	118	---	---
---	---	12	---	---	---
17	160	12	118	---	---
1,529	3,454	16	7,966	46	47
\$ 1,546	\$ 3,614	\$ 28	\$ 8,084	\$ 46	\$ 47
---	---	---	---	---	---
\$ 328	\$ 4,832	\$ 1	\$ 4,133	\$ ---	\$ ---
73	145	2	311	3	2
401	4,977	3	4,444	3	2
---	64	---	---	---	---
---	---	---	---	---	---
120	245	85	1,250	---	---
218	2545	4	2,693	---	---
338	2,854	89	3,943	---	---
63	2,123	(86)	501	3	2
---	---	---	110	---	---
(10)	(1,383)	---	(65)	---	---
---	---	---	---	---	---
---	---	---	---	---	---
(10)	(1,383)	---	45	---	---
53	740	(86)	546	3	2
1,476	2,714	102	7,420	43	45
\$ 1,529	\$ 3,454	\$ 16	\$ 7,966	\$ 46	\$ 47

Continued on next page

DEBT SERVICE FUNDS
CITY OF SAN DIEGO
OTHER SPECIAL ASSESSMENTS FUNDS
COMBINING BALANCE SHEET
June 30, 2000
With Comparative Figures for June 30, 1999
(In Thousands)

	Otay Mesa Industrial Park	Rio Vista	Sunset Cliffs
ASSETS			
Cash or Equity in Pooled Cash and Investments	\$ 63	\$ 3	\$ 23
Investments at Fair Value	82	---	24
Receivables:			
Special Assessments - Net	29	---	---
Accrued Interest	1	---	---
Prepaid and Reimbursable Items and Deposits	---	---	---
TOTAL ASSETS	\$ 175	\$ 3	\$ 47
LIABILITIES			
Matured Bonds, Notes and Interest Payable	\$ ---	\$ 2	\$ ---
Deferred Revenue	---	---	---
Advances from Other Funds	---	---	---
TOTAL LIABILITIES	---	2	---
FUND EQUITY			
Fund Balances:			
Reserved for Debt Service	175	1	47
TOTAL LIABILITIES AND FUND EQUITY	\$ 175	\$ 3	\$ 47

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended June 30, 2000
With Comparative Figures for the Year Ended June 30, 1999
(In Thousands)

REVENUES			
Special Assessments	\$ 97	\$ ---	\$ ---
Revenue from Use of Money and Property	10	1	2
TOTAL REVENUES	107	1	2
EXPENDITURES			
Current:			
General Government	---	---	---
Cost of Issuance, Bonds and Notes	---	---	---
Debt Service:			
Principal Retirement	130	---	---
Interest	55	---	---
TOTAL EXPENDITURES	185	---	---
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(78)	1	2
OTHER FINANCING SOURCES (USES)			
Transfers from Other Funds	---	---	---
Transfers to Other Funds	(3)	---	---
Proceeds of Refunding Bonds	---	---	---
Payment to Refunding Bond Escrow Agent	---	---	---
TOTAL OTHER FINANCING SOURCES (USES)	(3)	---	---
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	(81)	1	2
Fund Balances at Beginning of Year	256	---	45
FUND BALANCES AT END OF YEAR	\$ 175	\$ 1	\$ 47

Via De La Valle	Totals	
	2000	1999
\$ 158	\$ 1,426	\$ 4,353
---	13,509	9,811
6	892	594
3	52	40
122	122	---
\$ 289	\$ 16,001	\$ 14,798
\$ ---	\$ 2	\$ 2
5	496	530
---	12	---
5	510	532
284	15,491	14,266
\$ 289	\$ 16,001	\$ 14,798
\$ 135	\$ 10,602	\$ 13,089
13	639	684
148	11,241	13,773
---	64	82
---	---	86
125	2,385	4,065
29	6,178	4,586
154	8,627	8,819
(6)	2,614	4,954
---	110	420
(7)	(1,499)	(440)
---	---	42,670
---	---	(55,928)
(7)	(1,389)	(13,278)
(13)	1,225	(8,324)
297	14,266	22,590
\$ 284	\$ 15,491	\$ 14,266



CAPITAL PROJECTS FUNDS

CAPITAL PROJECTS FUNDS ARE USED TO ACCOUNT FOR FINANCIAL RESOURCES TO BE USED FOR THE ACQUISITION OR CONSTRUCTION OF MAJOR CAPITAL FACILITIES (OTHER THAN THOSE FINANCED BY PROPRIETARY FUNDS AND TRUST FUNDS).

CITY OF SAN DIEGO

CAPITAL OUTLAY FUND

This fund was established per Section 77 of the City Charter to account for the acquisition, construction and completion of permanent public improvements and real property. Capital Outlay Fund revenues are derived from the sale of City-owned real property supplemented by sales tax revenue.

OTHER CONSTRUCTION FUND

This fund was established to account for a variety of capital projects such as park and street improvements and construction of public facilities in new development areas. Revenues in this fund are derived from such sources as contributions from developers, grants from Federal, State and other governmental agencies, special assessments, special taxes, fees, and interest derived therefrom.

CITY OF SAN DIEGO/METROPOLITAN TRANSIT DEVELOPMENT BOARD AUTHORITY

This fund was established to account for the capital improvement acquisition and construction activities of the City of San Diego/Metropolitan Transit Development Board Authority (the "Authority") Joint Powers Agency. The Authority was created to acquire, construct, maintain and operate public capital improvements including public mass transit guideways, public transit systems and related transportation facilities. Revenues are derived from issuance of bonds, revenue from other agencies and interest derived therefrom.

CONVENTION CENTER EXPANSION FINANCING AUTHORITY

This fund was established to account for the capital improvement activities of the Convention Center Expansion Financing Authority (the "Authority"). The Authority, created by the City of San Diego and the San Diego Unified Port District, facilitates the financing, acquisition and construction of an expansion to the existing convention center. Revenues are derived from the issuance of bonds, revenue from other agencies and interest earnings on investments.

PUBLIC FACILITIES FINANCING AUTHORITY

This fund was established to account for the capital improvement acquisition and construction activities of the Public Facilities Financing Authority (the "Authority") Joint Powers Agency. The Authority, created by the City of San Diego and the Redevelopment Agency of the City of San Diego, facilitates the financing and construction of public capital improvements of the City or the Redevelopment Agency. Revenues are derived from the issuance of bonds and interest earnings on investments.

CAPITAL PROJECTS FUNDS (Continued)

REDEVELOPMENT AGENCY

This fund was established to account for the capital improvement activities of the Redevelopment Agency of the City of San Diego (the "Agency"). The Agency was established to provide a method for revitalizing deteriorated and blighted areas of the City of San Diego. Funds are derived from the City of San Diego, from the issuance of bonds for specific redevelopment projects, sale of real estate and investment income.

SAN DIEGO FACILITIES AND EQUIPMENT LEASING CORPORATION

This fund was established to account for the capital improvement activities of the San Diego Facilities and Equipment Leasing Corporation (the "Corporation"). The Corporation was established as a non-profit organization to acquire and lease to the City of San Diego real and personal property to be used in the municipal operations of the City. This fund accounts for proceeds from the issuance of Certificates of Participation used to finance construction projects in Balboa and Mission Bay parks.

FINANCIAL STATEMENTS

CAPITAL PROJECT FUNDS

**CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
June 30, 2000
With Comparative Figures for June 30, 1999
(In Thousands)**

	City of San Diego	City of San Diego/ MTDB Authority	Convention Center Expansion Financing Authority
ASSETS			
Cash or Equity in Pooled Cash and Investments	\$ 187,761	\$ ---	\$ 98
Cash With Custodian/Fiscal Agent	---	---	---
Investments at Fair Value	3,100	---	82,902
Receivables:			
Accounts - Net	7	---	---
Notes	15	---	---
Accrued Interest	2,480	---	---
Grants	21,715	---	---
From Other Funds	---	---	---
From Other Agencies	193	---	---
Advances to Other Funds	---	---	---
Land Held for Resale	---	---	---
TOTAL ASSETS	\$ 215,271	\$ ---	\$ 83,000
LIABILITIES			
Accounts Payable	\$ 275	\$ ---	\$ 5,248
Due to Other Funds	9,000	---	669
Due to Other Agencies	114	---	---
Deferred Revenue	1,764	---	---
Advances From Other Funds	---	---	---
Sundry Trust Liabilities	---	---	---
TOTAL LIABILITIES	11,153	---	5,917
FUND EQUITY			
Fund Balances:			
Reserved for Land Held for Resale	---	---	---
Reserved for Encumbrances	32,792	---	72,908
Unreserved:			
Designated for Unrealized Gains	---	---	---
Designated for Subsequent Years' Expenditures	102,517	---	1,974
Undesignated	68,809	---	2,201
TOTAL FUND EQUITY	204,118	---	77,083
TOTAL LIABILITIES AND FUND EQUITY	\$ 215,271	\$ ---	\$ 83,000

Public Facilities Financing Authority	Redevelopment Agency	San Diego Facilities And Equipment Leasing Corporation	Totals	
			2000	1999
\$ 136,071	\$ 20,798	\$ 185,070	\$ 529,798	\$ 664,090
---	---	3	3	646
---	---	12	86,014	161,122
---	25	---	32	39
---	13,168	---	13,183	239
1,205	347	1,792	5,824	6,914
---	---	---	21,715	11,070
---	31,900	---	31,900	37,431
---	---	---	193	276
---	609	---	609	4,673
---	71,822	---	71,822	43,990
\$ 137,276	\$ 138,669	\$ 186,877	\$ 761,093	\$ 930,490
\$ ---	\$ 1,283	\$ ---	\$ 6,806	\$ 7,460
4,311	---	6,049	20,029	1,312
---	---	---	114	96
---	13,252	---	15,016	2,163
---	---	---	---	6,072
---	5,262	---	5,262	6,087
4,311	19,797	6,049	47,227	23,190
---	71,822	---	71,822	43,990
93,777	25,657	59,388	284,522	209,805
---	---	1	1	---
39,188	20,938	121,439	286,056	606,625
---	455	---	71,465	46,880
132,965	118,872	180,828	713,866	907,300
\$ 137,276	\$ 138,669	\$ 186,877	\$ 761,093	\$ 930,490

CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended June 30, 2000
With Comparative Figures for Year Ended June 30, 1999
(In Thousands)

	City of San Diego	City of San Diego/ MTDB Authority	Convention Center Expansion Financing Authority
REVENUES			
Property Taxes	\$ ---	\$ ---	\$ ---
Sales Taxes	25,108	---	---
Licenses and Permits	3,827	---	---
Revenue from Use of Money and Property	10,494	---	5,973
Revenue from Federal Agencies	5,759	---	---
Revenue from Other Agencies	23,537	271	---
Revenue from Private Sources	50,919	---	---
Other Revenue	3,990	---	---
TOTAL REVENUES	123,634	271	5,973
EXPENDITURES			
Current:			
General Government	415	---	---
Public Safety	1	---	---
Parks, Recreation and Culture	504	---	---
Public Works	2,624	---	---
Cost of Issuance, Bonds and Notes	---	---	---
Capital Projects	98,833	271	77,535
TOTAL EXPENDITURES	102,377	271	77,535
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	21,257	---	(71,562)
OTHER FINANCING SOURCES (USES)			
Transfers from Proprietary Funds	---	---	---
Transfers from Other Funds	16,701	---	4,461
Transfers to Proprietary Funds	(584)	---	---
Transfers to Other Funds	(12,212)	---	---
Proceeds from Loans Payable	---	---	---
Proceeds of Revenue Bonds	---	---	---
TOTAL OTHER FINANCING SOURCES (USES)	3,905	---	4,461
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	25,162	---	(67,101)
Fund Balances at Beginning of Year	178,956	---	144,184
FUND BALANCES AT END OF YEAR	\$ 204,118	\$ ---	\$ 77,083

Public Facilities Financing Authority	Redevelopment Agency	San Diego Facilities And Equipment Leasing Corporation	Totals	
			2000	1999
\$ ---	\$ 5,721	\$ ---	\$ 5,721	\$ 6,496
---	---	---	25,108	22,869
---	---	---	3,827	6,574
11,134	3,872	13,680	45,153	34,989
---	424	---	6,183	5,985
---	22	---	23,830	27,299
---	14,222	---	65,141	39,654
---	333	---	4,323	3,672
11,134	24,594	13,680	179,286	147,538
---	6,949	---	7,364	4,964
---	---	---	1	---
---	---	---	504	7,096
---	---	---	2,624	3,414
---	---	---	---	7,942
132,022	23,049	65,005	396,715	433,522
132,022	29,998	65,005	407,208	456,938
(120,888)	(5,404)	(51,325)	(227,922)	(309,400)
---	---	---	---	292
---	29,891	33	51,086	127,828
---	---	---	(584)	(659)
(435)	(6,693)	(385)	(19,725)	(21,732)
---	3,711	---	3,711	---
---	---	---	---	840,650
(435)	26,909	(352)	34,488	946,379
(121,323)	21,505	(51,677)	(193,434)	636,979
254,288	97,367	232,505	907,300	270,321
\$ 132,965	\$ 118,872	\$ 180,828	\$ 713,866	\$ 907,300

CAPITAL PROJECTS FUNDS
CITY OF SAN DIEGO
COMBINING BALANCE SHEET
June 30, 2000
With Comparative Figures for June 30, 1999
(In Thousands)

	Budgeted	Unbudgeted	Totals	
	Capital	Other	2000	1999
	Outlay	Construction		
ASSETS				
Cash or Equity in Pooled Cash and Investments	\$ 583	\$ 187,178	\$ 187,761	\$ 165,583
Cash with Custodian/Fiscal Agent	---	---	---	---
Investments at Fair Value	---	3,100	3,100	3,809
Receivables:				
Accounts - Net	---	7	7	39
Notes	---	15	15	15
Accrued Interest	31	2,449	2,480	1,501
Grants	17,128	4,587	21,715	11,070
From Other Agencies	---	193	193	276
Advance to Other Funds	---	---	---	4,114
TOTAL ASSETS	\$ 17,742	\$ 197,529	\$ 215,271	\$ 186,407
LIABILITIES				
Accounts Payable	\$ ---	\$ 275	\$ 275	\$ 1,387
Due To Other Funds	9,000	---	9,000	---
Due To Other Agencies	74	40	114	96
Deferred Revenue	391	1,373	1,764	1,854
Advances from Other Funds	---	---	---	4,114
TOTAL LIABILITIES	9,465	1,688	11,153	7,451
FUND EQUITY				
Fund Balances:				
Reserved for Encumbrances	2,796	29,996	32,792	25,714
Unreserved:				
Designated for Subsequent Years' Expenditures	1,787	100,730	102,517	106,362
Undesignated	3,694	65,115	68,809	46,880
TOTAL FUND EQUITY	8,277	195,841	204,118	178,956
TOTAL LIABILITIES AND FUND EQUITY	\$ 17,742	\$ 197,529	\$ 215,271	\$ 186,407

CAPITAL PROJECTS FUNDS
CITY OF SAN DIEGO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended June 30, 2000
With Comparative Figures for the Year Ended June 30, 1999
(In Thousands)

	Budgeted	Unbudgeted	Totals	
	Capital Outlay	Other Construction	2000	1999
REVENUES				
Sales Taxes	\$ 1,205	\$ 23,903	\$ 25,108	\$ 22,869
Licenses and Permits	---	3,827	3,827	6,574
Revenue from Use of Money and Property	443	10,051	10,494	8,834
Revenue from Federal Agencies	5,753	6	5,759	4,871
Revenue from Other Agencies	8,343	15,194	23,537	11,496
Revenue from Private Sources	---	50,919	50,919	29,976
Other Revenue	3,990	---	3,990	3,212
TOTAL REVENUES	19,734	103,900	123,634	87,832
EXPENDITURES				
Current:				
General Government	274	141	415	63
Public Safety	---	1	1	---
Parks, Recreation and Culture	16	488	504	6,755
Public Works	---	2,624	2,624	3,414
Capital Projects	17,455	81,378	98,833	70,396
TOTAL EXPENDITURES	17,745	84,632	102,377	80,628
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	1,989	19,268	21,257	7,204
OTHER FINANCING SOURCES (USES)				
Transfers from Proprietary Funds	---	---	---	292
Transfers from Other Funds	1,042	15,659	16,701	10,657
Transfers to Proprietary Funds	---	(584)	(584)	(659)
Transfers to Other Funds	(1,154)	(11,058)	(12,212)	(10,805)
TOTAL OTHER FINANCING SOURCES (USES)	(112)	4,017	3,905	(515)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	1,877	23,285	25,162	6,689
Fund Balances at Beginning of Year	6,400	172,556	178,956	172,267
FUND BALANCES AT END OF YEAR	\$ 8,277	\$ 195,841	\$ 204,118	\$ 178,956

CAPITAL PROJECTS FUNDS
CITY OF SAN DIEGO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN UNDESIGNATED FUND BALANCES
BUDGET AND ACTUAL (BUDGETARY BASIS)
YEAR ENDED June 30, 2000
(In Thousands)

	Actual	Adjustment to Budgetary Basis	Capital Outlay Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
REVENUES					
Sales Taxes.....	\$ 1,205	\$ ---	\$ 1,205	\$ 1,205	\$ ---
Revenue from Use of Money and Property	443	---	443	---	443
Revenue from Federal Agencies	5,753	---	5,753	18,905	(13,152)
Revenue from Other Agencies.....	8,343	---	8,343	10,231	(1,888)
Other Revenue.....	3,990	---	3,990	1,541	2,449
TOTAL REVENUES	19,734	---	19,734	31,882	(12,148)
EXPENDITURES					
General Government.....	274	---	274	---	(274)
Parks, Recreation and Culture	16	---	16	201	185
Capital Projects	17,455	2,796	20,251	36,682	16,431
TOTAL EXPENDITURES	17,745	2,796	20,541	36,883	16,342
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	1,989	(2,796)	(807)	(5,001)	4,194
OTHER FINANCING SOURCES (USES)					
Transfers from Other Funds	1,042	---	1,042	699	343
Transfers to Other Funds	(1,154)	---	(1,154)	(1,154)	---
TOTAL OTHER FINANCING SOURCES (USES)	(112)	---	(112)	(455)	343
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	\$ 1,877	\$ (2,796)	(919)	(5,456)	4,537
Fund Balance Undesignated at July 1, 1999			1,451	1,451	---
Reserved for Encumbrances at July 1, 1999			1,264	1,264	---
Designated for Subsequent Years' Expenditures at July 1, 1999			3,685	3,685	---
Designated for Subsequent Years' Expenditures at June 30, 2000			(1,787)	---	(1,787)
FUND BALANCE UNDESIGNATED AT June 30, 2000	\$ 3,694	\$ 944	\$ 2,750		

ENTERPRISE FUNDS

ENTERPRISE FUNDS ARE USED TO ACCOUNT FOR OPERATIONS (a) THAT ARE FINANCED AND OPERATED IN A MANNER SIMILAR TO PRIVATE BUSINESS ENTERPRISES - WHERE THE INTENT OF THE GOVERNING BODY IS THAT THE COSTS (EXPENSES, INCLUDING DEPRECIATION) OF PROVIDING GOODS OR SERVICES TO THE GENERAL PUBLIC ON A CONTINUING BASIS BE FINANCED OR RECOVERED PRIMARILY THROUGH USER CHARGES; OR (b) WHERE THE GOVERNING BODY HAS DECIDED THAT PERIODIC DETERMINATION OF REVENUES EARNED, EXPENSES INCURRED, AND/OR NET INCOME IS APPROPRIATE FOR CAPITAL MAINTENANCE, PUBLIC POLICY, MANAGEMENT CONTROL, ACCOUNTABILITY OR OTHER PURPOSES. THESE FUNDS USE FULL ACCRUAL ACCOUNTING.

CITY OF SAN DIEGO

AIRPORTS FUND

This fund was established to account for the operation, maintenance and development of both City-owned airports--Montgomery and Brown Fields. Airports Fund revenues are derived from such sources as rent/lease revenue, usage fees, earnings on investments and aid from other governmental agencies.

THE CENTRE FUND

This fund accounts for the activities of the Centre for Organizational Effectiveness ("the Centre"). The Centre was established to develop, market, and distribute organization development/management training products and services. Revenues are derived from fees for products and consulting services.

CITY STORE FUND

This fund was established to account for activities of the City's entrepreneurial program. This program operates retail store outlets for the purpose of selling surplus city materials and other items promoting the City of San Diego.

ENVIRONMENTAL SERVICES FUND

This fund was established to account for the activities of the Environmental Services Department. This department operates the City-owned landfill and administers litter control and collection programs. Revenues are derived from landfill disposal user fees, litter control fees, and interest derived therefrom.

GOLF COURSE FUND

This fund was established to operate, maintain, and improve physical conditions and initiate capital improvement programs for Torrey Pines and Balboa golf courses. Revenues are derived from green fees and leases.

ENTERPRISE FUNDS (Continued)

CITY OF SAN DIEGO (Continued)

PLANNING AND DEVELOPMENT REVIEW FUND

This fund was established to account for the operation of the Planning and Development Review Department. Plan check, permit and inspection service fees, and interest derived therefrom are the main sources of revenue.

RECYCLING FUND

This fund was established to account for the planning, implementation, operation and management of City recycling and waste diversion programs. Revenues are derived from the Recycling Fee on all waste generated in the City or disposed of at the City landfill.

SEWER UTILITY FUND

This fund was established to account for the operation, maintenance, and development of the City's sewer systems. User fees, aid from other governmental agencies and interest derived therefrom are the main sources of revenue.

WATER UTILITY FUND

This fund was established per Section 53 of the City Charter to account for operating and maintenance costs; replacements, betterments, and expansion of facilities; and payments necessary for obtaining water from the Colorado River. Water sales, aid from other governmental agencies, and interest derived therefrom are the main sources of revenue.

SAN DIEGO DATA PROCESSING CORPORATION

This fund accounts for the operations of the San Diego Data Processing Corporation, Inc. ("SDDPC"). SDDPC was formed for the purpose of providing data processing services to public agencies, primarily the City of San Diego, which is the sole member of the Corporation. The Corporation also provides telecommunication services to the City. Rates are charged for the various services provided as per operating agreements and are subject to change each year.

FINANCIAL STATEMENTS

ENTERPRISE FUNDS

**ENTERPRISE FUNDS
COMBINING BALANCE SHEET
June 30, 2000
With Comparative Figures for June 30, 1999
(In Thousands)**

	City of San Diego	San Diego Data Processing Corporation	Totals	
			2000	1999
ASSETS				
Cash or Equity in Pooled Cash and Investments	\$ 588,878	\$ 1,078	\$ 589,956	\$ 563,801
Cash with Custodian/Fiscal Agent	52	---	52	44
Receivables:				
Accounts - Net	91,568	2,670	94,238	64,517
Special Assessments - Net	13	---	13	13
Accrued Interest	8,163	---	8,163	5,330
Grants	14,999	---	14,999	20,964
From Other Funds	10,911	---	10,911	1,434
Advances to Other Funds	33,899	---	33,899	30,962
Inventories of Water in Storage	9,961	---	9,961	6,714
Inventories	251	841	1,092	1,127
Prepaid and Reimbursable Items and Deposits	297,455	921	298,376	488,359
Restricted Assets:				
Cash or Equity in Pooled Cash and Investments -				
Interest and Redemption Funds	20,349	115	20,464	19,061
Cash with Custodian/Fiscal Agent	47	---	47	47
Deferred Charges	31,137	---	31,137	32,340
Fixed Assets - Net	3,203,866	18,357	3,222,223	2,944,155
TOTAL ASSETS	\$ 4,311,549	\$ 23,982	\$ 4,335,531	\$ 4,178,868
LIABILITIES				
Accounts Payable	\$ 52,584	\$ 3,194	\$ 55,778	\$ 36,391
Accrued Wages and Benefits	19,555	2,182	21,737	19,231
Other Accrued Liabilities	---	2,901	2,901	2,444
Liability Claims	5,183	---	5,183	9,420
Matured Bonds, Notes and Interest Payable	47	---	47	47
Interest Accrued on Long-Term Debt	15,429	---	15,429	18,681
Long-Term Debt Due Within One Year	22,381	57	22,438	19,073
Due to Other Funds	550	---	550	654
Due to Other Agencies	2,401	---	2,401	2,030
Deferred Revenue	23,223	---	23,223	19,768
Deposits/Advances from Others	4,080	---	4,080	743
Estimated Landfill Closure and Postclosure Care	9,106	---	9,106	8,239
Capital Lease Obligations	5,478	154	5,632	3,505
Net Pension Liabilities	3,227	---	3,227	2,018
Contracts and Notes Payable	1,480,546	3,569	1,484,115	1,492,935
TOTAL LIABILITIES	1,643,790	12,057	1,655,847	1,635,179
FUND EQUITY				
Contributed Capital	1,561,352	---	1,561,352	1,460,363
Retained Earnings:				
Unreserved	1,106,407	11,925	1,118,332	1,083,326
TOTAL FUND EQUITY	2,667,759	11,925	2,679,684	2,543,689
TOTAL LIABILITIES AND FUND EQUITY	\$ 4,311,549	\$ 23,982	\$ 4,335,531	\$ 4,178,868

ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
Year Ended June 30, 2000
With Comparative Figures for the Year Ended June 30, 1999
(In Thousands)

	City of San Diego	San Diego Data Processing Corporation	Totals 2000	1999
OPERATING REVENUES				
Sale of Water	\$ 200,793	\$ ---	\$ 200,793	\$ 167,843
Charges for Services	265,356	52,973	318,329	297,437
Contributions	2	---	2	4
Revenue from Use of Property	3,824	---	3,824	2,880
Usage Fees	50,895	---	50,895	50,597
Other	16,699	1,583	18,282	11,198
TOTAL OPERATING REVENUES	537,569	54,556	592,125	529,959
OPERATING EXPENSES				
Maintenance and Operations	250,726	---	250,726	238,536
Cost of Materials Issued	355	---	355	235
Cost of Water Purchased	92,281	---	92,281	84,123
Taxes	1,001	6,293	7,294	6,812
Administration	67,644	41,791	109,435	114,666
Depreciation and Amortization	52,922	6,066	58,988	51,815
TOTAL OPERATING EXPENSES	464,929	54,150	519,079	496,187
OPERATING INCOME	72,640	406	73,046	33,772
NONOPERATING REVENUES (EXPENSES)				
Earnings on Investments	32,042	220	32,262	26,042
Federal Grant Assistance	19	---	19	5,787
Other Agency Grant Assistance	2,201	---	2,201	2,577
Debt Service Interest Payments	(72,367)	(302)	(72,669)	(59,726)
Cost of Issuance of Long - Term Debt	(1,204)	---	(1,204)	(1,204)
Gain (Loss) on Sale/Retirement of Fixed Assets	1,739	14	1,753	(2,811)
Other	3,150	---	3,150	(3,979)
TOTAL NONOPERATING REVENUES (EXPENSES)	(34,420)	(68)	(34,488)	(33,314)
INCOME (LOSS) BEFORE OPERATING TRANSFERS	38,220	338	38,558	458
Operating Transfers In	---	---	---	3,600
Transfers from Governmental Funds	584	---	584	584
Operating Transfers Out	(2,415)	---	(2,415)	(3,784)
Transfers to Governmental Funds	(1,221)	(500)	(1,721)	(1,255)
NET INCOME (LOSS)	35,168	(162)	35,006	(397)
Retained Earnings at Beginning of Year	1,071,239	12,087	1,083,326	1,083,723
RETAINED EARNINGS AT END OF YEAR	\$ 1,106,407	\$ 11,925	\$ 1,118,332	\$ 1,083,326

ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
Year Ended June 30, 2000
With Comparative Figures for the Year Ended June 30, 1999
(In Thousands)

	City of San Diego
CASH FLOWS FROM OPERATING ACTIVITIES	
Operating Income (Loss)	\$ 72,640
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided By (Used For) Operating Activities:	
Depreciation and Amortization	52,922
Changes in Assets and Liabilities:	
(Increase) Decrease in Receivables:	
Accounts and Special Assessments - Net	(33,217)
From Other Funds	(5,166)
(Increase) Decrease in Inventories	(3,315)
(Increase) Decrease in Prepaid and Reimbursable Items and Deposits	57,791
Increase (Decrease) in Accounts Payable	19,236
Increase (Decrease) in Accrued Wages and Benefits	2,452
Increase (Decrease) in Other Accrued Liabilities	---
Increase (Decrease) in Liability Claims	(4,237)
Increase (Decrease) in Due to Other Funds	---
Increase (Decrease) in Due to Other Agencies	371
Increase (Decrease) in Deferred Revenue	3,456
Increase (Decrease) in Net Pension Liabilities	1,209
Increase (Decrease) in Estimated Landfill Closure and Postclosure Care	867
Other Nonoperating Revenue (Expense)	3,150
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES	168,159
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Operating Transfers In	---
Transfers from Governmental Funds	584
Operating Transfers Out	(2,415)
Transfers to Governmental Funds	(1,221)
Operating Grants Received	8,185
Proceeds from Advances and Deposits	3,337
Payments for Advances and Deposits	(2,937)
NET CASH PROVIDED BY (USED FOR) NONCAPITAL FINANCING ACTIVITIES	5,533
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Proceeds from Issuance of Long-Term Debt	147,348
Proceeds from Contributed Capital	65,170
Return of Contributed Capital	---
Acquisition of Fixed Assets	(294,483)
Proceeds from the Sale of Fixed Assets	259
Principal Payment on Capital Lease	(734)
Principal Paid on Long-Term Debt	(18,300)
Interest Paid on Long-Term Debt	(75,620)
NET CASH PROVIDED BY (USED FOR) CAPITAL AND RELATED FINANCING ACTIVITIES	(176,360)
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest and Dividends Received on Investments	29,209
NET CASH PROVIDED BY (USED FOR) INVESTING ACTIVITIES	29,209
Net Increase (Decrease) in Cash And Cash Equivalents	26,541
Cash and Cash Equivalents at Beginning of Year	582,785
CASH AND CASH EQUIVALENTS AT END OF YEAR	\$ 609,326

San Diego Data Processing Corporation	Totals	
	2000	1999
\$ 406	\$ 73,046	\$ 33,772
6,066	58,988	51,815
3,495	(29,722)	7,794
---	(5,166)	(683)
103	(3,212)	2,882
176	57,967	(237,070)
151	19,387	(8,260)
54	2,506	2,356
458	458	932
---	(4,237)	268
---	---	(97)
---	371	350
---	3,456	701
---	1,209	1,324
---	867	775
---	3,150	(3,979)
10,909	179,068	(147,120)
---	---	3,600
---	584	584
---	(2,415)	(3,784)
(500)	(1,721)	(1,255)
---	8,185	172
5	3,342	40
---	(2,937)	(2,608)
(495)	5,038	(3,251)
2,000	149,348	478,912
---	65,170	66,057
---	---	(1,805)
(5,275)	(299,758)	(243,300)
16	275	1,414
(132)	(866)	(294)
(5,911)	(24,211)	(19,220)
(302)	(75,922)	(46,188)
(9,604)	(185,964)	235,576
215	29,424	26,737
215	29,424	26,737
1,025	27,566	111,942
168	582,953	471,011
\$ 1,193	\$ 610,519	\$ 582,953

ENTERPRISE FUNDS
CITY OF SAN DIEGO
COMBINING BALANCE SHEET
June 30, 2000
With Comparative Figures for June 30, 1999
(In Thousands)

	Airports	The Centre	City Store
ASSETS			
Cash or Equity in Pooled Cash and Investments	\$ 3,452	\$ 320	\$ 136
Cash with Custodian/Fiscal Agent	---	---	52
Receivables:			
Accounts - Net	845	210	---
Special Assessments - Net	---	---	---
Accrued Interest	46	5	2
Grants	132	---	---
From Other Funds	---	---	---
Advances to Other Funds	190	---	---
Inventories of Water in Storage	---	---	---
Inventories	---	---	35
Prepaid and Reimbursable Items and Deposits	1	---	5
Restricted Assets:			
Cash or Equity in Pooled Cash and			
Investments - Interest and Redemption Funds	---	---	---
Cash with Custodian/Fiscal Agent	---	---	---
Deferred Charges	---	---	---
Fixed Assets - Net	9,691	5	17
TOTAL ASSETS	\$ 14,357	\$ 540	\$ 247
LIABILITIES			
Accounts Payable	\$ 71	\$ 106	\$ 30
Accrued Wages and Benefits	186	51	---
Liability Claims	---	---	---
Matured Bonds, Notes and Interest Payable	---	---	---
Interest Accrued on Long-Term Debt	---	---	---
Long-Term Debt Due Within One Year	---	---	---
Due to Other Funds	---	---	---
Due to Other Agencies	---	---	---
Deferred Revenue	---	---	---
Deposits/Advances from Others	---	---	---
Estimated Landfill Closure and Postclosure Care	---	---	---
Capital Lease Obligations	---	---	---
Net Pension Liabilities	27	8	---
Contracts and Notes Payable	---	---	---
TOTAL LIABILITIES	284	165	30
FUND EQUITY			
Contributed Capital	10,968	---	---
Retained Earnings:			
Unreserved	3,105	375	217
TOTAL FUND EQUITY	14,073	375	217
TOTAL LIABILITIES AND FUND EQUITY	\$ 14,357	\$ 540	\$ 247

Environmental Services	Golf Course	Planning and Development Review	Recycling	Sewer Utility	Water Utility	Totals	
						2000	1999
\$ 24,941	\$ 4,388	\$ 10,519	\$ 7,090	\$ 297,056	\$ 240,976	\$ 588,878	\$ 563,743
---	---	---	---	---	---	52	44
1,353	13	31	71	51,955	37,090	91,568	58,351
---	---	13	---	---	---	13	13
643	60	101	97	4,191	3,018	8,163	5,330
---	---	---	---	13,724	1,143	14,999	20,964
551	---	---	---	4,311	6,049	10,911	1,434
4,073	643	107	3,064	13,279	12,543	33,899	30,962
---	---	---	---	---	9,961	9,961	6,714
---	---	---	---	---	216	251	183
---	---	---	---	117,957	179,492	297,455	487,261
20,349	---	---	---	---	---	20,349	18,951
---	---	---	---	47	---	47	47
---	---	---	---	22,552	8,585	31,137	32,340
89,329	7,798	3,760	5,671	2,250,828	836,767	3,203,866	2,925,006
\$ 141,239	\$ 12,902	\$ 14,531	\$ 15,993	\$ 2,775,900	\$ 1,335,840	\$ 4,311,549	\$ 4,151,343
\$ 1,008	\$ 213	\$ 137	\$ 97	\$ 18,580	\$ 32,342	\$ 52,584	\$ 33,348
1,533	385	3,399	653	8,091	5,257	19,555	17,103
---	---	---	---	994	4,189	5,183	9,420
---	---	---	---	47	---	47	47
---	---	---	---	6,863	8,566	15,429	18,681
---	99	---	---	22,150	132	22,381	18,931
---	---	550	---	---	---	550	654
---	---	---	---	2,390	11	2,401	2,030
40	---	6,150	35	10,912	6,086	23,223	19,768
14	---	---	---	---	4,066	4,080	743
9,106	---	---	---	---	---	9,106	8,239
433	---	---	4,941	---	104	5,478	3,219
315	68	593	41	1,228	947	3,227	2,018
---	---	---	---	1,095,546	385,000	1,480,546	1,485,540
12,449	765	10,829	5,767	1,166,801	446,700	1,643,790	1,619,741
243	21	371	327	924,208	625,214	1,561,352	1,460,363
128,547	12,116	3,331	9,899	684,891	263,926	1,106,407	1,071,239
128,790	12,137	3,702	10,226	1,609,099	889,140	2,667,759	2,531,602
\$ 141,239	\$ 12,902	\$ 14,531	\$ 15,993	\$ 2,775,900	\$ 1,335,840	\$ 4,311,549	\$ 4,151,343

ENTERPRISE FUNDS
CITY OF SAN DIEGO
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
Year Ended June 30, 2000
With Comparative Figures for the Year Ended June 30, 1999
(in Thousands)

	Airports	The Centre	City Store
OPERATING REVENUES			
Sale of Water	\$ ---	\$ ---	\$ ---
Charges for Services	---	967	693
Contributions	---	---	2
Revenue from Use of Property	---	---	---
Usage Fees	2,560	---	---
Other	344	---	---
TOTAL OPERATING REVENUES	2,904	967	695
OPERATING EXPENSES			
Maintenance and Operations	2,054	726	250
Cost of Materials Issued	---	---	355
Cost of Water Purchased	---	---	---
Taxes	---	---	---
Administration	389	328	76
Depreciation and Amortization	592	2	1
TOTAL OPERATING EXPENSES	3,035	1,056	682
OPERATING INCOME (LOSS)	(131)	(89)	13
NONOPERATING REVENUES (EXPENSES)			
Earnings on Investments	178	17	5
Federal Grant Assistance	15	---	---
Other Agency Grant Assistance	---	---	---
Debt Service Interest Payments	---	---	---
Cost of Insurance of Long - Term Debt	---	---	---
Gain (Loss) on Sale/Retirement of Fixed Assets	(162)	---	---
Other	---	---	---
TOTAL NONOPERATING REVENUES (EXPENSES)	31	17	5
INCOME (LOSS) BEFORE OPERATING TRANSFERS	(100)	(72)	18
Operating Transfers In	---	---	---
Transfers from Governmental Funds	---	---	---
Operating Transfers Out	(4)	(1)	---
Transfers to Governmental Funds	---	---	---
NET INCOME (LOSS)	(104)	(73)	18
Retained Earnings at Beginning of Year	3,209	448	199
RETAINED EARNINGS AT END OF YEAR	\$ 3,105	\$ 375	\$ 217

Environmental Services	Golf Course	Planning and Development Review	Recycling	Sewer Utility	Water Utility	Totals	
						2000	1999
\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ 200,793	\$ 200,793	\$ 167,843
958	6,386	33,864	1,809	220,473	206	265,356	241,492
---	---	---	---	---	---	2	4
---	---	---	---	---	3,824	3,824	2,880
31,673	795	---	14,443	---	1,424	50,895	50,597
78	4	279	304	1,146	14,544	16,699	9,938
32,709	7,185	34,143	16,556	221,619	220,791	537,569	472,754
24,717	4,792	37,166	10,023	115,317	55,681	250,726	238,536
---	---	---	---	---	---	355	235
---	---	---	---	---	92,281	92,281	84,123
---	---	---	---	---	1,001	1,001	897
3,470	498	436	611	20,546	41,290	67,644	71,133
460	182	722	379	36,447	14,137	52,922	45,121
28,647	5,472	38,324	11,013	172,310	204,390	464,929	440,045
4,062	1,713	(4,181)	5,543	49,309	16,401	72,640	32,709
2,655	245	450	331	15,749	12,412	32,042	25,990
---	---	---	---	4	---	19	5,787
23	---	---	---	491	1,687	2,201	2,577
---	(6)	(37)	---	(53,617)	(18,707)	(72,367)	(59,181)
---	---	---	---	(897)	(307)	(1,204)	(1,204)
(155)	---	(6)	---	1,803	259	1,739	(2,779)
663	---	---	---	2,390	97	3,150	(3,979)
3,186	239	407	331	(34,077)	(4,559)	(34,420)	(32,789)
7,248	1,952	(3,774)	5,874	15,232	11,842	38,220	(80)
---	---	---	---	---	---	---	3,600
---	---	584	---	---	---	584	584
(226)	(9)	(156)	(63)	(1,145)	(811)	(2,415)	(3,784)
---	(1,221)	---	---	---	---	(1,221)	(755)
7,022	722	(3,346)	5,811	14,087	11,031	35,168	(435)
121,525	11,394	6,677	4,088	670,804	252,895	1,071,239	1,071,674
\$ 128,547	\$ 12,116	\$ 3,331	\$ 9,899	\$ 684,891	\$ 263,926	\$ 1,106,407	\$ 1,071,239

ENTERPRISE FUNDS
CITY OF SAN DIEGO
COMBINING STATEMENT OF CASH FLOWS
Year Ended June 30, 2000
With Comparative Figures for the Year Ended June 30, 1999
(In Thousands)

	Airports	The Centre	City Store
CASH FLOWS FROM OPERATING ACTIVITIES			
Operating Income (Loss)	\$ (131)	\$ (89)	\$ 13
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided By (Used For) Operating Activities:			
Depreciation and Amortization	592	2	1
Changes in Assets and Liabilities:			
(Increase) Decrease in Receivables:			
Accounts and Special Assessments - Net	(149)	(114)	---
From Other Funds	---	---	---
(Increase) Decrease in Inventories	---	---	---
(Increase) Decrease in Prepaid and Reimbursable Items and Deposits	---	---	---
Increase (Decrease) in Accounts Payable	16	102	30
Increase (Decrease) in Accrued Wages and Benefits	15	15	---
Increase (Decrease) in Liability Claims	---	---	---
Increase (Decrease) in Due to Other Funds	---	---	---
Increase (Decrease) in Due to Other Agencies	---	---	---
Increase (Decrease) in Deferred Revenue	---	---	---
Increase (Decrease) in Net Pension Liabilities	10	3	---
Increase (Decrease) in Estimated Landfill Closure and Postclosure Care	---	---	---
Other Nonoperating Revenue (Expense)	---	---	---
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES	353	(81)	44
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Operating Transfers In	---	---	---
Transfers from Governmental Funds	---	---	---
Operating Transfers Out	(4)	(1)	---
Transfers to Governmental Funds	---	---	---
Operating Grants Received	32	---	---
Proceeds from Advances and Deposits	---	---	---
Payments for Advances and Deposits	(19)	---	---
NET CASH PROVIDED BY (USED FOR) NONCAPITAL FINANCING ACTIVITIES	9	(1)	---
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Proceeds from the Issuance of Long - Term Debt	---	---	---
Proceeds from Contributed Capital	185	---	---
Return of Contributed Capital	---	---	---
Acquisition of Fixed Assets	(227)	(3)	---
Proceeds from the Sale of Fixed Assets	---	---	---
Principal Payment on Capital Lease	---	---	---
Principal Paid on Long-Term Debt	---	---	---
Interest Paid on Long-Term Debt	---	---	---
NET CASH PROVIDED BY (USED FOR) CAPITAL AND RELATED FINANCING ACTIVITIES	(42)	(3)	---
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest and Dividends Received on Investments	157	16	4
NET CASH PROVIDED BY (USED FOR) INVESTING ACTIVITIES	157	16	4
Net Increase (Decrease) in Cash and Cash Equivalents	477	(69)	48
Cash and Cash Equivalents at Beginning of Year	2,975	389	140
CASH AND CASH EQUIVALENTS AT END OF YEAR	\$ 3,452	\$ 320	\$ 188

Environmental Services	Golf Course	Planning and Development Review	Recycling	Sewer Utility	Water Utility	Totals	
						2000	1999
\$ 4,062	\$ 1,713	\$ (4,181)	\$ 5,543	\$ 49,309	\$ 16,401	\$ 72,640	\$ 32,709
460	182	722	379	36,447	14,137	52,922	45,121
(336)	(13)	(24)	(21)	(24,878)	(7,682)	(33,217)	8,374
103	---	---	---	---	(5,269)	(5,166)	(683)
---	---	---	---	---	(3,315)	(3,315)	2,790
---	---	1	---	(8)	57,798	57,791	(237,219)
(388)	116	(164)	(24)	5,483	14,065	19,236	(6,605)
162	(12)	544	113	866	749	2,452	2,083
---	---	---	---	(2,073)	(2,164)	(4,237)	268
---	---	---	---	---	---	---	(97)
8	---	2,117	35	364	7	371	350
89	26	238	41	731	565	3,456	701
867	---	---	---	449	353	1,209	1,324
663	---	---	---	---	---	867	775
---	---	---	---	2,390	97	3,150	(3,979)
5,690	2,012	(747)	6,066	69,080	85,742	168,159	(154,088)
---	---	---	---	---	---	---	3,600
---	---	584	---	---	---	584	584
(226)	(9)	(156)	(63)	(1,145)	(811)	(2,415)	(3,784)
---	(1,221)	---	---	---	---	(1,221)	(755)
29	---	---	---	7,269	855	8,185	172
2	---	---	---	---	3,335	3,337	35
(177)	(157)	(1)	(976)	(562)	(1,045)	(2,937)	(2,608)
(372)	(1,387)	427	(1,039)	5,562	2,334	5,533	(2,756)
433	---	---	2,056	144,859	---	147,348	477,031
---	---	---	---	42,234	22,751	65,170	66,057
---	---	---	---	---	---	---	(1,805)
(9,147)	(298)	(765)	(2,414)	(199,231)	(82,398)	(294,483)	(239,230)
---	---	---	---	---	259	259	1,341
---	(93)	(104)	(413)	---	(124)	(734)	(220)
---	---	---	---	(18,300)	---	(18,300)	(15,430)
---	(8)	(37)	---	(56,845)	(18,730)	(75,620)	(45,643)
(8,714)	(399)	(906)	(771)	(87,283)	(78,242)	(176,360)	242,101
2,459	236	443	272	14,214	11,408	29,209	26,690
2,459	236	443	272	14,214	11,408	29,209	26,690
(937)	462	(783)	4,528	1,573	21,242	26,541	111,947
46,227	3,926	11,302	2,562	295,530	219,734	582,785	470,838
\$ 45,290	\$ 4,388	\$ 10,519	\$ 7,090	\$ 297,103	\$ 240,976	\$ 609,326	\$ 582,785



INTERNAL SERVICE FUNDS

INTERNAL SERVICE FUNDS ARE USED TO ACCOUNT FOR THE FINANCING OF GOODS OR SERVICES PROVIDED BY ONE DEPARTMENT OR AGENCY TO OTHER DEPARTMENTS OR AGENCIES OF THE CITY, OR TO OTHER GOVERNMENTAL UNITS, AND/OR FUNDS.

CITY OF SAN DIEGO

CENTRAL GARAGE AND MACHINE SHOP FUND

This fund was established to account for the acquisition, replacement, maintenance and fueling of the City's motive equipment (excluding Fire and Police vehicles.).

CENTRAL STORES FUND

This fund was established to provide centralized storeroom services to all City departments.

ENGINEERING AND CAPITAL PROJECTS FUND

This fund was established to provide project planning, design, engineering systems management and support, and construction management and inspection services for water and wastewater capital improvements.

PRINT SHOP FUND

This fund was established to provide printing and reproduction services to all City departments.

SELF INSURANCE FUND

This fund was established to account for self insurance activities, including worker's compensation and long-term disability programs for employees. Revenues are derived from rates charged as a percentage of payroll to departments. This fund also accounts for the public liability reserve, which was established for the purpose of paying claims in excess of annual appropriations. Annually, any unspent balance of appropriations from the liability claims account is transferred to fund this reserve, per City policy.

MISCELLANEOUS INTERNAL SERVICE FUND

This fund accounts for other various administrative activities including risk management administration, administration and operation of various employee related programs such as unused compensatory time, unused sick leave and unemployment insurance, and city-wide training. Revenues are derived from rates or fees charged to the departments for specific services rendered.

FINANCIAL STATEMENTS

INTERNAL SERVICE FUNDS

INTERNAL SERVICE FUNDS
CITY OF SAN DIEGO
COMBINING BALANCE SHEET
June 30, 2000
With Comparative Figures for June 30, 1999
(In Thousands)

	Central Garage and Machine Shop	Central Stores	Engineering and Capital Projects
ASSETS			
Cash or Equity in Pooled Cash and Investments	\$ 31,650	\$ 990	\$ 1,426
Receivables:			
Accounts - Net	52	1,196	25
Claims - Net	24	---	---
Accrued Interest	---	---	7
Advances to Other Funds	36	34	165
Inventories	---	3,286	---
Prepaid and Reimbursable Items and Deposits	---	1	39
Fixed Assets - Net	57,317	124	1,555
TOTAL ASSETS	\$ 89,079	\$ 5,631	\$ 3,217
LIABILITIES			
Accounts Payable	\$ 1,106	\$ 2,014	\$ 4
Accrued Wages and Benefits	1,263	108	1,058
Liability Claims	---	---	---
Interest Accrued on Long-Term Debt	268	---	---
Long-Term Debt Due Within One Year	4,795	---	---
Deferred Revenue	---	---	---
Advances from Other Funds	46,806	3,282	---
Capital Lease Obligations	15,149	---	---
Net Pension Liability	213	27	186
TOTAL LIABILITIES	69,600	5,431	1,248
FUND EQUITY			
Contributed Capital	226	---	---
Retained Earnings (Deficit):			
Reserved for Claims and Contingencies	---	---	---
Reserved for General Long Term Claims	---	---	---
Unreserved	19,253	200	1,969
TOTAL FUND EQUITY	19,479	200	1,969
TOTAL LIABILITIES AND FUND EQUITY	\$ 89,079	\$ 5,631	\$ 3,217

Print Shop	Self Insurance	Miscellaneous Internal Service	Totals	
			2000	1999
\$ 2,405	\$ 14,159	\$ 18,225	\$ 68,855	\$ 54,628
61	200	26	1,560	1,082
---	11	---	35	16
---	(1)	131	137	68
55	---	24	314	295
---	---	---	3,286	2,723
17	---	44	101	92
793	---	8	59,797	50,246
\$ 3,331	\$ 14,369	\$ 18,458	\$ 134,085	\$ 109,150
\$ 355	\$ 775	\$ 99	\$ 4,353	\$ 4,148
230	---	4,898	7,557	6,724
---	36,273	---	36,273	33,733
---	---	---	268	200
---	---	---	4,795	3,424
---	546	---	546	558
---	2,085	---	52,173	43,497
---	---	---	15,149	12,680
39	---	167	632	398
624	39,679	5,164	121,746	105,362
---	---	---	226	226
---	---	9,198	9,198	6,505
---	(25,310)	---	(25,310)	(29,016)
2,707	---	4,096	28,225	26,073
2,707	(25,310)	13,294	12,339	3,788
\$ 3,331	\$ 14,369	\$ 18,458	\$ 134,085	\$ 109,150

INTERNAL SERVICE FUNDS
CITY OF SAN DIEGO
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS (DEFICIT)
Year Ended June 30, 2000
With Comparative Figures for the Year Ended June 30, 1999
(In Thousands)

	Central Garage and Machine Shop	Central Stores	Engineering and Capital Projects
OPERATING REVENUES			
Charges for Services	\$ 1,716	\$ 23,883	\$ 12,926
Contributions	---	---	---
Usage Fees	27,245	---	---
Other	762	141	---
TOTAL OPERATING REVENUES	29,723	24,024	12,926
OPERATING EXPENSES			
Benefit and Claim Payments	---	---	---
Maintenance and Operations	18,693	917	7,661
Cost of Materials Issued	---	22,592	---
Administration	1,290	219	5,198
Depreciation and Amortization	8,720	23	332
TOTAL OPERATING EXPENSES	28,703	23,751	13,191
OPERATING INCOME (LOSS)	1,020	273	(265)
NONOPERATING REVENUES (EXPENSES)			
Earnings on Investments	---	1	31
Debt Service Interest Payments	(820)	---	---
Gain/(Loss) on Sale/Retirement of Fixed Assets	856	1	53
Other Revenue	312	---	1
TOTAL NONOPERATING REVENUES (EXPENSES)	348	2	85
INCOME (LOSS) BEFORE OPERATING TRANSFERS	1,368	275	(180)
Operating Transfers In	---	---	---
Transfers from Governmental Funds	---	---	---
Operating Transfers Out	(307)	(80)	(131)
Transfers to Governmental Funds	---	---	---
NET INCOME (LOSS)	1,061	195	(311)
Retained Earnings (Deficit) at Beginning of Year	18,192	5	2,280
RETAINED EARNINGS (DEFICIT) AT END OF YEAR	\$ 19,253	\$ 200	\$ 1,969

Print Shop	Self Insurance	Miscellaneous Internal Service	Totals	
			2000	1999
\$ 5,323	\$ ---	\$ 1,979	\$ 45,827	\$ 41,861
---	27,415	18,097	45,512	42,576
---	---	---	27,245	24,764
---	116	---	1,019	1,290
5,323	27,531	20,076	119,603	110,491
---	39,580	9,845	49,425	44,801
4,274	---	7,704	39,249	38,704
---	---	---	22,592	18,998
467	---	7,568	14,742	12,546
120	---	6	9,201	8,353
4,861	39,580	25,123	135,209	123,402
462	(12,049)	(5,047)	(15,606)	(12,911)
1	2	456	491	347
---	---	---	(820)	(599)
---	---	---	910	1,005
---	639	87	1,039	420
1	641	543	1,620	1,173
463	(11,408)	(4,504)	(13,986)	(11,738)
---	2,199	2,972	5,171	4,412
---	12,915	7,214	20,129	15,938
(39)	---	(2,199)	(2,756)	(4,228)
---	---	(7)	(7)	(292)
424	3,706	3,476	8,551	4,092
2,283	(29,016)	9,818	3,562	(530)
\$ 2,707	\$ (25,310)	\$ 13,294	\$ 12,113	\$ 3,562

INTERNAL SERVICE FUNDS
CITY OF SAN DIEGO
COMBINING STATEMENT OF CASH FLOWS
Year Ended June 30, 2000
With Comparative Figures for the Year Ended June 30, 1999
(In Thousands)

	Central Garage and Machine Shop	Central Stores	Engineering and Capital Projects
CASH FLOWS FROM OPERATING ACTIVITIES			
Operating Income (Loss)	\$ 1,020	\$ 273	\$ (265)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided By (Used For) Operating Activities:			
Depreciation and Amortization	8,720	23	332
Changes in Assets and Liabilities:			
(Increase) Decrease in Receivables:			
Accounts - Net	(43)	(208)	(25)
Claims - Net	(22)	---	---
(Increase) Decrease in Inventories	---	(563)	---
(Increase) Decrease in Prepaid and Reimbursable Items and Deposits	---	---	(2)
Increase (Decrease) in Accounts Payable	(28)	144	(199)
Increase (Decrease) in Advances	---	---	---
Increase (Decrease) in Accrued Wages and Benefits	148	4	216
Increase (Decrease) in Liability Claims	---	---	---
Increase (Decrease) in Deferred Revenue	---	---	---
Increase (Decrease) in Net Pension Liability	78	10	71
Other Nonoperating Revenue (Expenses)	312	---	1
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES	10,185	(317)	129
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Operating Transfers In	---	---	---
Transfers from Governmental Funds	---	---	---
Operating Transfers Out	---	---	---
Transfers to Governmental Funds	(307)	(80)	(131)
Proceeds from Advances and Deposits	8,676	---	---
Payments for Advances and Deposits	---	(14)	(1)
NET CASH PROVIDED BY (USED FOR) NONCAPITAL FINANCING ACTIVITIES	8,369	(94)	(132)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Proceeds from Issuance of Long-Term Debt	7,540	---	---
Acquisition of Fixed Assets	(17,809)	(11)	(803)
Proceeds from the Sale of Fixed Assets	966	---	---
Principal Payment on Capital Lease	(3,701)	---	---
Interest Paid on Long-Term Debt	(752)	---	---
NET CASH PROVIDED BY (USED FOR) CAPITAL AND RELATED FINANCING ACTIVITIES	(13,756)	(11)	(803)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest and Dividends Received on Investments	---	1	30
NET CASH PROVIDED BY (USED FOR) INVESTING ACTIVITIES	---	1	30
Net Increase (Decrease) in Cash and Cash Equivalents	4,798	(421)	(776)
Cash and Cash Equivalents at Beginning of Year	26,852	1,411	2,202
CASH AND CASH EQUIVALENTS AT END OF YEAR	\$ 31,650	\$ 990	\$ 1,426

Print Shop	Self Insurance	Miscellaneous Internal Service	Totals	
			2000	1999
\$ 462	\$ (12,049)	\$ (5,047)	\$ (15,606)	\$ (12,911)
120	---	6	9,201	8,353
20	(194)	(22)	(472)	(757)
---	---	---	(22)	12
---	---	---	(563)	512
---	---	(7)	(9)	89
317	146	(175)	205	1,568
---	---	---	---	(24)
2	---	464	834	578
---	2,539	---	2,539	5
---	(11)	---	(11)	(13)
14	---	60	233	253
---	639	87	1,039	420
935	(8,930)	(4,634)	(2,632)	(1,915)
---	2,199	2,972	5,171	4,412
---	12,915	7,214	20,129	15,938
(39)	---	(2,199)	(2,756)	(4,228)
---	---	(7)	(7)	(292)
---	---	---	8,676	8,110
(4)	---	---	(19)	(2,103)
(43)	15,114	7,980	31,194	21,837
---	---	---	7,540	8,346
(184)	---	(2)	(18,809)	(17,347)
---	---	---	966	1,376
---	---	---	(3,701)	(2,007)
---	---	---	(752)	(495)
(184)	---	(2)	(14,756)	(10,127)
1	(9)	398	421	343
1	(9)	398	421	343
709	6,175	3,742	14,227	10,138
1,696	7,984	14,483	54,628	44,490
\$ 2,405	\$ 14,159	\$ 18,225	\$ 68,855	\$ 54,628



TRUST AND AGENCY FUNDS

TRUST AND AGENCY FUNDS INCLUDE EXPENDABLE, NONEXPENDABLE, AND PENSION TRUST AND AGENCY FUNDS. NONEXPENDABLE AND PENSION TRUST FUNDS ARE ACCOUNTED FOR AND REPORTED AS FIDUCIARY FUNDS SINCE CAPITAL MAINTENANCE IS CRITICAL. EXPENDABLE TRUST AND AGENCY FUNDS ARE ACCOUNTED FOR AND REPORTED SIMILAR TO GOVERNMENTAL FUNDS.

PENSION TRUST FUNDS

CITY OF SAN DIEGO

CITY EMPLOYEES' RETIREMENT SYSTEM FUND

The City Employees' Retirement System ("CERS") Fund is under the control of the Retirement Board of Administration. It is a defined benefit plan, whereby funds are accumulated from contributions from both the City and employees' plus earnings from Fund investments. Disbursements are made for retirements, disability and death benefit payments, and refunds.

POST RETIREMENT HEALTH CARE

This fund was established to account for the costs of post-retirement health care benefits for the City Employees' Retirement System. Benefits are funded from contributions from CERS and from earnings on investments.

SUPPLEMENTAL PENSION SAVINGS PLAN FUND

The Supplemental Pension Savings Plan Fund is a defined contribution plan, where benefits depend solely on amounts contributed to the plan by both the City and employees', plus investment earnings. Disbursements are made from the fund for terminations, retirements, allowable yearly withdrawals, and loans.

CENTRE CITY DEVELOPMENT CORPORATION

The Centre City Development Corporation ("CCDC") pension fund accounts for the Corporation's defined contribution pension plans. Benefits depend solely on amounts contributed to the plans by both the Corporation and employees', plus investment earnings.

TRUST AND AGENCY FUNDS (Continued)

EXPENDABLE TRUST FUNDS

CITY OF SAN DIEGO

This fund was established to account for a variety of revenues such as contributions from developers, gifts and donations, and service charges which are used for stipulated purposes.

REDEVELOPMENT AGENCY

This fund was established to account for funds contributed by the Redevelopment Agency and others to pay for cleanup of underground gas plumes in the redevelopment area.

NONEXPENDABLE TRUST FUND

This fund was established to account for assets set aside to finance projects of a perpetual nature. The principal of the perpetuity fund (subject to accretion or diminution as may result from investments) is not available for meeting projects expenses. All income derived from the investment of the monies in said perpetuity fund, together with principal deposits, are expended for purposes established by the trusts' intent and overseen by cognizant commissions.

AGENCY FUNDS

These funds were established to account for assets held by the City as an agent for individuals, private organizations, other governments and/or funds; for example federal and state income taxes withheld from employees, 401(k) plan, parking citation revenues, and employee benefit plans.

FINANCIAL STATEMENTS

TRUST AND AGENCY FUNDS

TRUST AND AGENCY FUNDS
COMBINING BALANCE SHEET
June 30, 2000
With Comparative Figures for June 30, 1999
(In Thousands)

	Pension Trust
ASSETS	
Cash or Equity in Pooled Cash and Investments	\$ 8,544
Cash or Equity in Pooled Cash and Investments - Nonexpendable Trust	---
Cash with Custodian/Fiscal Agent	---
Cash with Custodian/Fiscal Agent - Nonexpendable Trust	---
Investments at Fair Value	3,339,517
Receivables:	
Accounts - Net	---
Contributions	8,746
Accrued Interest	16,685
Loans	18,558
Securities Sold	34,402
Prepaid and Reimbursable Items and Deposits	29
Fixed Assets - Net	293
TOTAL ASSETS	\$ 3,426,774
LIABILITIES	
Accounts Payable	\$ 22
Accrued Wages and Benefits	318
Employees' Deferred Compensation/401(k) Plans	---
Due to Other Funds	---
Deferred Revenue	271
Advances from Other Funds	---
Deposits/Advances from Others	---
Sundry Trust Liabilities	---
Net Pension Liabilities	52
Securities Purchased	345,302
Contracts and Notes Payable	553
TOTAL LIABILITIES	346,518
FUND EQUITY	
Fund Balances:	
Reserved for Encumbrances	1,978
Reserved for Nonexpendable Trust	---
Reserved for Pension Benefits	3,078,278
Unreserved:	
Designated for Unrealized Gains	---
Designated for Subsequent Years' Expenditures	---
Undesignated	---
TOTAL FUND EQUITY	3,080,256
TOTAL LIABILITIES AND FUND EQUITY	\$ 3,426,774

City of San Diego					Totals	
Expendable Trust	Nonexpendable Trust	Agency	2000	1999		
\$ 9,093	\$ ---	\$ 118,541	\$ 136,178	\$ 120,109		
---	282	---	282	164		
30	---	---	30	20		
---	236	---	236	488		
915	10,955	98,102	3,449,489	2,861,034		
23	19	5,201	5,243	4,963		
---	---	---	8,746	6,150		
63	18	14	16,780	11,653		
---	---	4,904	23,462	22,196		
---	---	---	34,402	33,718		
1	---	---	30	21		
---	---	---	293	119		
\$ 10,125	\$ 11,510	\$ 226,762	\$ 3,675,171	\$ 3,060,635		
\$ ---	\$ 1	\$ 759	\$ 782	\$ 4,051		
---	---	---	318	249		
---	---	103,317	103,317	79,680		
---	---	100,546	100,546	89,497		
26	---	---	297	367		
---	---	330	330	330		
---	---	9,436	9,436	8,501		
---	---	12,374	12,374	12,894		
---	---	---	52	30		
---	---	---	345,302	165,212		
---	---	---	553	553		
26	1	226,762	573,307	361,364		
6,779	---	---	8,757	3,054		
---	11,242	---	11,242	11,765		
---	---	---	3,078,278	2,681,547		
44	267	---	311	162		
941	---	---	941	613		
2,335	---	---	2,335	2,130		
10,099	11,509	---	3,101,864	2,699,271		
\$ 10,125	\$ 11,510	\$ 226,762	\$ 3,675,171	\$ 3,060,635		

TRUST AND AGENCY FUNDS
PENSION TRUST FUNDS
COMBINING BALANCE SHEET
June 30, 2000
With Comparative Figures for June 30, 1999
(In Thousands)

City
Employees'
Retirement
System

ASSETS

Cash or Equity in Pooled Cash and Investments	\$ 1,933
Investments at Fair Value	2,938,841
Receivables:	
Contributions	6,826
Accrued Interest	16,685
Loans	---
Securities Sold	34,402
Prepaid and Reimbursable Items and Deposits	29
Fixed Assets - Net	293
TOTAL ASSETS	\$ 2,999,009

LIABILITIES

Accounts Payable	\$ 22
Accrued Wages and Benefits	318
Deferred Revenue	271
Net Pension Liabilities	52
Securities Purchased	345,302
Contracts and Notes Payable	553
TOTAL LIABILITIES	346,518

FUND EQUITY

Fund Balances:	
Reserved for Encumbrances	1,978
Reserved for Pension Benefits	2,650,513
TOTAL FUND EQUITY	2,652,491
TOTAL LIABILITIES AND FUND EQUITY	\$ 2,999,009

COMPARATIVE STATEMENT OF CHANGES IN PLAN NET ASSETS
Year Ended June 30, 2000
With Comparative Figures for June 30, 1999
(In Thousands)

ADDITIONS

Contributions	\$ 110,482
Earnings on Investments	348,202
Other Income	308
TOTAL OPERATING ADDITIONS	458,992

DEDUCTIONS

Benefit and Claim Payments	111,844
Administration	4,361
Depreciation	22
TOTAL OPERATING DEDUCTIONS	116,227

NET INCREASE	342,765
Net Assets at Beginning of Year	2,309,726
Net Assets at End of Year	\$ 2,652,491

City of San Diego Reporting Entity					
Post Retirement Health Care	Supplemental Pension Savings Plan	Centre City Development Corporation	Totals		
			2000	1999	
\$ 6,610	\$ 1	\$ ---	\$ 8,544	\$ 7,824	
---	395,046	5,630	3,339,517	2,773,258	
---	1,920	---	8,746	6,150	
---	---	---	16,685	11,614	
---	18,558	---	18,558	18,417	
---	---	---	34,402	33,718	
---	---	---	29	20	
---	---	---	293	119	
\$ 6,610	\$ 415,525	\$ 5,630	\$ 3,426,774	\$ 2,851,120	
\$ ---	\$ ---	\$ ---	\$ 22	\$ 393	
---	---	---	318	249	
---	---	---	271	283	
---	---	---	52	30	
---	---	---	345,302	165,212	
---	---	---	553	553	
---	---	---	346,518	166,720	
---	---	---	1,978	2,853	
6,610	415,525	5,630	3,078,278	2,681,547	
6,610	415,525	5,630	3,080,256	2,684,400	
\$ 6,610	\$ 415,525	\$ 5,630	\$ 3,426,774	\$ 2,851,120	
\$ ---	\$ 37,982	\$ 803	\$ 149,267	\$ 137,233	
319	40,134	550	389,205	216,387	
---	---	---	308	290	
319	78,116	1,353	538,780	353,910	
---	25,992	704	138,540	127,895	
---	---	1	4,362	3,216	
---	---	---	22	28	
---	25,992	705	142,924	131,139	
319	52,124	648	395,856	222,771	
6,291	363,401	4,982	2,684,400	2,461,629	
\$ 6,610	\$ 415,525	\$ 5,630	\$ 3,080,256	\$ 2,684,400	

TRUST AND AGENCY FUNDS
EXPENDABLE TRUST FUNDS
COMBINING BALANCE SHEET
June 30, 2000
With Comparative Figures for June 30, 1999
(In Thousands)

	City of San Diego Reporting Entity
ASSETS	
Cash or Equity in Pooled Cash and Investments	\$ 9,093
Cash with Custodian/Fiscal Agent	1
Investments at Fair Value	915
Receivables:	
Accounts - Net	7
Accrued Interest	63
Prepaid and Reimbursable Items and Deposits	1
TOTAL ASSETS	\$ 10,080
LIABILITIES	
Accounts Payable	\$ ---
Deferred Revenue	10
TOTAL LIABILITIES	10
FUND EQUITY	
Fund Balances:	
Reserved for Encumbrances	6,756
Unreserved:	
Designated for Unrealized Gains	44
Designated for Subsequent Years' Expenditures	935
Undesignated	2,335
TOTAL FUND EQUITY	10,070
TOTAL LIABILITIES AND FUND EQUITY	\$ 10,080

Redevelopment Agency	Totals	
	2000	1999
\$ ---	\$ 9,093	\$ 2,102
29	30	20
---	915	868
16	23	52
---	63	14
---	1	1
\$ 45	\$ 10,125	\$ 3,057
\$ ---	\$ ---	\$ 1
16	26	84
16	26	85
23	6,779	201
---	44	28
6	941	613
---	2,335	2,130
29	10,099	2,972
\$ 45	\$ 10,125	\$ 3,057

TRUST AND AGENCY FUNDS
EXPENDABLE TRUST FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended June 30, 2000
With Comparative Figures for the Year Ended June 30, 1999
(In Thousands)

	City of San Diego Reporting Entity
REVENUES	
Revenue from Use of Money and Property	\$ 246
Revenue from Other Agencies	3,025
Revenue from Private Sources	4,203
TOTAL REVENUES	7,474
EXPENDITURES	
Current:	
General Government	---
Public Safety	67
Libraries	83
Parks, Recreation and Culture	109
Public Works	35
Capital Projects	63
TOTAL EXPENDITURES	357
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	7,117
OTHER FINANCING SOURCES (USES)	
Transfers to Other Funds	---
TOTAL OTHER FINANCING SOURCES (USES)	---
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER USES	7,117
Fund Balances at Beginning of Year	2,953
FUND BALANCES AT END OF YEAR	\$ 10,070

Redevelopment Agency	Totals	
	2000	1999
\$ 56	\$ 302	\$ 246
---	3,025	---
---	4,203	285
56	7,530	531
---	---	155
---	67	1
---	83	101
---	109	40
---	35	---
46	109	268
46	403	565
10	7,127	(34)
---	---	(2)
---	---	(2)
10	7,127	(36)
19	2,972	3,008
\$ 29	\$ 10,099	\$ 2,972

TRUST AND AGENCY FUNDS
AGENCY FUNDS
COMBINING BALANCE SHEET
June 30, 2000
With Comparative Figures for June 30, 1999
(In Thousands)

		Employee Benefits
ASSETS		
Cash or Equity in Pooled Cash and Investments	\$	5,016
Investments at Fair Value		---
Receivables:		
Accounts - Net		39
Accrued Interest		---
Loans		---
TOTAL ASSETS	\$	5,055
LIABILITIES		
Accounts Payable	\$	225
Employees' Deferred Compensation/401(k) Plans		---
Due to Other Funds		---
Advances from Other Funds		---
Deposits/Advances from Others		---
Sundry Trust Liabilities		4,830
TOTAL LIABILITIES	\$	5,055

Employees' 401(k)	Other Miscellaneous Agency	Totals	
		2000	1999
\$ 311	\$ 113,214	\$ 118,541	\$ 110,183
98,102	---	98,102	75,675
---	5,162	5,201	4,911
---	14	14	9
4,904	---	4,904	3,779
\$ 103,317	\$ 118,390	\$ 226,762	\$ 194,557
\$ ---	\$ 534	\$ 759	\$ 3,655
103,317	---	103,317	79,680
---	100,546	100,546	89,497
---	330	330	330
---	9,436	9,436	8,501
---	7,544	12,374	12,894
\$ 103,317	\$ 118,390	\$ 226,762	\$ 194,557

AGENCY FUNDS
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 Year Ended June 30, 2000
 (In Thousands)

	BEGINNING BALANCE	ADDITIONS	DEDUCTIONS	ENDING BALANCE
CITY OF SAN DIEGO				
Employee Benefits				
ASSETS				
Cash or Equity in Pooled Cash and Investments	\$ 6,915	\$ 40,487	\$ 42,386	\$ 5,016
Receivables:				
Accounts - Net	4	209	174	39
TOTAL ASSETS	\$ 6,919	\$ 40,696	\$ 42,560	\$ 5,055
LIABILITIES				
Accounts Payable	\$ 1,139	\$ 24,423	\$ 25,337	\$ 225
Sundry Trust Liabilities	5,780	41,661	42,611	4,830
TOTAL LIABILITIES	\$ 6,919	\$ 66,084	\$ 67,948	\$ 5,055
Employees' 401(k)				
ASSETS				
Cash or Equity in Pooled Cash and Investments	\$ 226	\$ 310	\$ 225	\$ 311
Investments at Fair Value	75,675	29,469	7,042	98,102
Receivables:				
Loans	3,779	3,275	2,150	4,904
TOTAL ASSETS	\$ 79,680	\$ 33,054	\$ 9,417	\$ 103,317
LIABILITIES				
Employees' Deferred Compensation/401K Plans	\$ 79,680	\$ 27,319	\$ 3,682	\$ 103,317

AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
Year Ended June 30, 2000
(In Thousands)

	BEGINNING BALANCE	ADDITIONS	DEDUCTIONS	ENDING BALANCE
CITY OF SAN DIEGO (Continued):				
Other Miscellaneous Agency				
ASSETS				
Cash or Equity in Pooled Cash and Investments	\$ 103,042	\$ 1,040,159	\$ 1,029,987	\$ 113,214
Receivables:				
Accounts - Net	4,907	5,205	4,950	5,162
Accrued Interest	9	10	5	14
TOTAL ASSETS	\$ 107,958	\$ 1,045,374	\$ 1,034,942	\$ 118,390
LIABILITIES				
Accounts Payable	\$ 2,516	\$ 75,283	\$ 77,265	\$ 534
Due to Other Funds	89,497	369,132	358,083	100,546
Advances from Other Funds	330	---	---	330
Deposits/Advances from Others	8,501	2,855	1,920	9,436
Sundry Trust Liabilities	7,114	128,619	128,189	7,544
TOTAL LIABILITIES	\$ 107,958	\$ 575,889	\$ 565,457	\$ 118,390
TOTAL AGENCY FUNDS-CITY OF SAN DIEGO				
ASSETS				
Cash or Equity in Pooled Cash and Investments	\$ 110,183	\$ 1,080,956	\$ 1,072,598	\$ 118,541
Investments at Fair Value	75,675	29,469	7,042	98,102
Receivables:				
Accounts - Net	4,911	5,414	5,124	5,201
Accrued Interest	9	10	5	14
Loans	3,779	3,275	2,150	4,904
TOTAL ASSETS	\$ 194,557	\$ 1,119,124	\$ 1,086,919	\$ 226,762
LIABILITIES				
Accounts Payable	\$ 3,655	\$ 99,706	\$ 102,602	\$ 759
Employees' Deferred Compensation/401 (k) Plan	79,680	27,319	3,682	103,317
Due to Other Funds	89,497	369,132	358,083	100,546
Advances from Other Funds	330	---	---	330
Deposits/Advances from Others	8,501	2,855	1,920	9,436
Sundry Trust Liabilities	12,894	170,280	170,800	12,374
TOTAL LIABILITIES	\$ 194,557	\$ 669,292	\$ 637,087	\$ 226,762



GENERAL FIXED ASSETS ACCOUNT GROUP

THIS ACCOUNT GROUP IS USED TO PRESENT THE GENERAL FIXED ASSETS OF THE CITY UTILIZED IN ITS GENERAL OPERATIONS, EXCLUSIVE OF THOSE USED IN ENTERPRISE AND INTERNAL SERVICE FUNDS. GENERAL FIXED ASSETS INCLUDE LAND, BUILDINGS, BETTERMENTS, AND EQUIPMENT OWNED BY THE CITY.

FINANCIAL STATEMENTS

GENERAL FIXED ASSETS ACCOUNT GROUP

GENERAL FIXED ASSETS
SCHEDULE OF GENERAL FIXED ASSETS
BY FUNCTION AND ACTIVITY
June 30, 2000
(In Thousands)

	Land	Structures and Improvements	Equipment	Total
GENERAL GOVERNMENT DEPARTMENTS				
Legislative	\$ ---	\$ 10	\$ 2,108	\$ 2,118
Executive	1,460	104	1,443	3,007
Finance	46	224	15,265	15,535
Law	283	1,419	1,420	3,122
Planning and Zoning	---	---	1,929	1,929
Personnel Administration	---	---	327	327
Buildings and Grounds	50,368	42,089	---	92,457
Total General Government Departments	52,157	43,846	22,492	118,495
PUBLIC SAFETY DEPARTMENTS				
Police	5,604	77,754	50,619	133,977
Fire and Life Safety	2,177	20,283	30,411	52,871
Total Public Safety Departments	7,781	98,037	81,030	186,848
GENERAL SERVICE DEPARTMENTS				
Public Works	1,075	2,640	7,977	11,692
Streets and Highways	40,365	110,256	10,773	161,394
Waste Collection and Disposal	17	279	265	561
Libraries	12,716	18,498	2,769	33,983
Parks and Recreation	260,120	113,402	11,913	385,435
Housing and Community Development	76,072	---	1,594	77,666
Cemetery	1	142	175	318
Zoo	---	110,414	41,476	151,890
Data Processing	---	---	16	16
Total General Service Departments	390,366	355,631	76,958	822,955
TOTAL GENERAL CITY FIXED ASSETS ALLOCATED TO FUNCTIONS				
	\$ 450,304	\$ 497,514	\$ 180,480	1,128,298
Construction Work in Progress				332,810
TOTAL GENERAL CITY FIXED ASSETS				\$ 1,461,108

GENERAL FIXED ASSETS
SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS
BY FUNCTION AND ACTIVITY
Year Ended June 30, 2000
(In Thousands)

	General Fixed Assets July 1, 1999	Additions	Transfers	Deductions	General Fixed Assets June 30, 2000
GENERAL GOVERNMENT DEPARTMENTS					
Legislative	\$ 1,789	\$ 321	\$ 75	\$ 67	\$ 2,118
Executive	2,901	250	(106)	38	3,007
Finance	15,036	589	(50)	40	15,535
Law	3,096	26	---	---	3,122
Planning and Zoning	1,881	115	(67)	---	1,929
Personnel Administration	379	14	(66)	---	327
Buildings and Grounds	102,906	8,724	(13,059)	6,114	92,457
Total General Government Departments	127,988	10,039	(13,273)	6,259	118,495
PUBLIC SAFETY DEPARTMENTS					
Police	124,722	9,117	439	301	133,977
Fire and Life Safety	51,958	943	(30)	---	52,871
Total Public Safety Departments	176,680	10,060	409	301	186,848
GENERAL SERVICE DEPARTMENTS					
Public Works	11,493	339	(91)	49	11,692
Streets and Highways	162,076	443	(1,111)	14	161,394
Waste Collection and Disposal	548	19	(6)	---	561
Libraries	33,339	733	(89)	---	33,983
Parks and Recreation	356,430	17,585	14,708	3,288	385,435
Housing and Community Development	73,418	14,509	---	10,261	77,666
Cemetery	301	51	---	34	318
Zoo	143,829	10,916	---	2,855	151,890
Data Processing	10	---	10	4	16
Total General Service Departments	781,444	44,595	13,421	16,505	822,955
TOTAL GENERAL CITY FIXED ASSETS					
ALLOCATED TO FUNCTIONS	\$ 1,086,112	\$ 64,694	\$ 557	\$ 23,065	\$ 1,128,298
Construction Work in Progress					332,810
TOTAL GENERAL CITY FIXED ASSETS					\$ 1,461,108



GENERAL LONG-TERM DEBT ACCOUNT GROUP

THIS ACCOUNT GROUP IS ESTABLISHED TO ACCOUNT FOR ALL LONG-TERM DEBT OF THE CITY, EXCEPT FOR THAT ACCOUNTED FOR IN THE PROPRIETARY FUND TYPES.

FINANCIAL STATEMENTS

GENERAL LONG-TERM DEBT ACCOUNT GROUP

GENERAL LONG-TERM DEBT GROUP OF ACCOUNTS
SCHEDULE OF GENERAL LONG-TERM DEBT
June 30, 2000
(In Thousands)

AMOUNT AVAILABLE AND TO BE PROVIDED FOR THE PAYMENT OF GENERAL LONG-TERM DEBT	City of San Diego	Centre City Development Corporation	City of San Diego/ MTDB Authority
AMOUNT AVAILABLE IN:			
Special Revenue Funds	\$ ---	\$ ---	\$ ---
Debt Service Funds	18,484	---	12,333
Total Amount Available	18,484	---	12,333
AMOUNT TO BE PROVIDED FOR:			
Payment of Contracts	---	---	---
Payment of Notes	28,257	---	---
Payment of Loans	---	---	---
Payment of Bonds:			
General Obligation Bonds	17,225	---	---
Revenue Bonds/Certificates of Participation	1,852	---	50,672
Special Assessment Bonds	92,689	---	---
Tax Allocation Bonds	---	---	---
Payment of Capital Leases	14,284	---	---
Net Pension Obligation	24,264	---	---
Liability Claims	32,983	---	---
Accrued Annual Leave	48,114	113	---
Total Amount to be Provided	259,668	113	50,672
TOTAL AVAILABLE AND TO BE PROVIDED FOR THE PAYMENT OF GENERAL LONG-TERM DEBT	\$ 278,152	\$ 113	\$ 63,005

GENERAL LONG-TERM DEBT PAYABLE

Bonds Payable:			
General Obligation Bonds	\$ 19,170	\$ ---	\$ ---
Revenue Bonds/Certificates of Participation	2,900	---	63,005
Special Assessment/Mello-Roos Bonds	108,180	---	---
Tax Allocation Bonds	---	---	---
Total Bonds Payable	130,250	---	63,005
Contracts Payable	---	---	---
Notes Payable	28,257	---	---
Loans Payable	---	---	---
Capital Lease Obligations	14,284	---	---
Pension Obligations	24,264	---	---
Liability Claims	32,983	---	---
Accrued Annual Leave	48,114	113	---
TOTAL GENERAL LONG-TERM DEBT PAYABLE	\$ 278,152	\$ 113	\$ 63,005

Convention Center Expansion Financing Authority	Public Facilities Financing Authority	Redevelopment Agency	San Diego Facilities and Equipment Leasing Corporation	San Diego Open Space Park Facilities District #1	Southeastern Economic Development Corporation	Total
\$ ---	\$ ---	\$ 35,728	\$ ---	\$ ---	\$ ---	\$ 35,728
7,599	65,750	22,225	30,139	996	---	157,526
7,599	65,750	57,953	30,139	996	---	193,254
---	---	1,069	---	---	---	1,069
---	---	5,349	---	---	---	33,606
---	---	5,847	---	---	---	5,847
---	---	---	---	48,534	---	65,759
197,401	1,137,680	10,475	416,861	---	---	1,814,941
---	---	---	---	---	---	92,689
---	---	115,531	---	---	---	115,531
---	---	---	---	---	---	14,284
---	---	---	---	---	---	24,264
---	---	---	---	---	---	32,983
---	---	---	---	---	48	48,275
197,401	1,137,680	138,271	416,861	48,534	48	2,249,248
\$ 205,000	\$ 1,203,430	\$ 196,224	\$ 447,000	\$ 49,530	\$ 48	\$ 2,442,502
\$ ---	\$ ---	\$ ---	\$ ---	\$ 49,530	\$ ---	\$ 68,700
205,000	1,203,430	12,105	447,000	---	---	1,933,440
---	---	---	---	---	---	108,180
---	---	171,101	---	---	---	171,101
205,000	1,203,430	183,206	447,000	49,530	---	2,281,421
---	---	1,697	---	---	---	1,697
---	---	5,349	---	---	---	33,606
---	---	5,972	---	---	---	5,972
---	---	---	---	---	---	14,284
---	---	---	---	---	---	24,264
---	---	---	---	---	---	32,983
---	---	---	---	---	48	48,275
\$ 205,000	\$ 1,203,430	\$ 196,224	\$ 447,000	\$ 49,530	\$ 48	\$ 2,442,502



**STATISTICAL SECTION
(NOT AUDITED)**

STATISTICAL DATA AND TABLES

GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION
LAST TEN FISCAL YEARS
(In Thousands)

Table 1

Fiscal Year Ended June 30	General Government	Public Safety	Libraries	Parks, Recreation and Culture	Public Works	Community Development, Transportation and Social Services	Other	Debt Service	Capital Projects	Total
1991	\$80,613	\$222,880	\$15,541	\$91,607	\$93,586	\$13,439	\$15,561	\$36,622	\$99,438	\$669,287
1992	80,978	237,181	17,166	94,566	104,921	13,235	10,193	44,363	138,478	741,081
1993	81,158	244,159	16,683	86,810	101,788	13,665	2,308	39,022	101,778	687,371
1994	80,288	253,486	17,769	69,468	100,244	13,882	2,007	59,622	301,898	898,664
1995	90,224	255,100	19,043	77,516	104,392	18,832	1,989	64,261	215,378	846,735
1996	83,791	275,678	19,529	84,414	106,864	25,248	2,517	84,514	326,797	1,009,352
1997	71,379	298,982	21,568	83,654	110,961	34,347	12,959	92,160	381,991	1,108,001
1998	73,424	317,858	23,118	88,716	124,580	28,667	2,838	123,528	289,299	1,072,028
1999	77,906	362,367	24,314	99,504	136,474	28,542	12,891	130,187	440,153	1,312,338
2000	83,351	396,009	26,320	106,336	152,444	37,599	2,274	170,647	413,216	1,388,196

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GENERAL GOVERNMENTAL REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(In Thousands)

Table 2

Fiscal Year Ended June 30	Property Taxes	Special Assessments	Sales Taxes	Other Local Taxes	Licenses and Permits	Fines and Forfeitures	Revenue from Use of Money and Property	Revenue from Agencies and Private Sources	Charges for Current Services	Other	Total
1991	\$127,052	\$22,095	\$119,656	\$91,845	\$25,911	\$20,617	\$86,465	\$107,643	\$54,172	\$4,640	\$660,096
1992	134,836	13,668	119,323	112,576	24,129	16,618	79,505	90,290	60,028	8,002	658,975
1993	123,695	27,024	125,893	108,190	24,508	16,231	71,562	91,880	59,961	7,441	656,385
1994	140,545	17,193	130,914	109,316	29,041	17,905	58,691	154,983	67,635	8,547	734,770
1995	139,719	17,196	139,714	119,703	30,878	18,443	66,402	144,409	73,887	18,114	768,465
1996	137,997	20,367	114,218	150,684	29,806	17,498	77,748	169,220	76,787	9,968	804,293
1997	139,404	23,142	132,628	156,684	26,553	18,370	77,189	187,705	78,324	18,046	858,045
1998	150,409	17,573	174,615	155,587	30,735	17,953	82,234	207,817	76,432	23,640	936,995
1999	160,658	19,630	179,037	161,928	34,854	25,541	103,211	267,069	85,498	10,544	1,047,970
2000	179,048	18,457	198,622	171,141	30,381	31,141	121,268	357,058	95,000	15,462	1,217,578

NOTE: Beginning in 1994, excludes discretely presented component unit from both tables.

Both Tables include all governmental fund types and expendable trust funds.

GENERAL FUND
GENERAL REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(In Thousands)

Table 3

Fiscal Year Ended June 30	Total General Revenue	Property Taxes	Sales Tax	Other Local Taxes	Licenses and Permits	Fines, Forfeitures and Penalties	Revenue from Use of Money and Property	Revenue from Other Agencies and Private Sources	Charges for Current Services	Other Revenue and Fund Transfers
1991	\$430,751	\$127,052 29.5 %	\$89,103 20.7 %	\$41,838 9.7 %	\$16,556 3.8 %	\$17,595 4.1 %	\$30,208 7.0 %	\$43,263 10.0 %	\$45,088 10.5 %	\$20,048 4.7 %
1992	443,515	132,786 29.9	91,553 20.6	43,662 9.9	19,054 4.3	13,993 3.2	26,842 6.1	41,387 9.3	53,625 12.1	20,613 4.6
1993	455,255	121,314 26.6	95,915 21.1	48,408 10.6	19,909 4.4	13,951 3.1	23,994 5.3	41,684 9.2	52,628 11.6	37,452 8.2
1994	461,510	112,602 24.4	97,958 21.2	47,311 10.3	25,509 5.5	16,232 3.5	22,471 4.9	44,594 9.7	62,032 13.4	32,801 7.1
1995	475,245	112,472 23.7	92,677 19.5	55,914 11.8	25,820 5.4	16,902 3.6	25,445 5.4	43,394 9.1	68,435 14.4	34,186 7.2
1996	494,137	112,814 22.8	101,304 20.5	59,377 12.0	23,922 4.8	16,640 3.4	25,706 5.2	45,655 9.2	71,521 14.5	37,198 7.5
1997	511,715	114,841 22.4	104,327 20.4	69,165 13.5	21,750 4.3	17,125 3.3	24,249 4.7	48,670 9.5	71,884 14.0	39,704 7.8
1998	555,524	123,012 22.1	117,985 21.2	83,796 15.1	19,272 3.5	16,170 2.9	30,789 5.5	53,603 9.6	67,825 12.2	43,072 7.8
1999	561,031	130,624 23.3	128,339 22.9	86,968 15.5	20,630 3.7	23,613 4.2	29,940 5.3	57,723 10.3	70,244 12.5	12,950 2.3
2000	651,532	144,288 22.1	130,240 20.0	94,809 14.6	20,693 3.2	28,410 4.4	34,429 5.3	85,465 13.1	77,469 11.9	35,729 5.5

GENERAL FUND
EXPENDITURES BY FUNCTION
LAST TEN FISCAL YEARS
(In Thousands)

Table 4

Fiscal Year Ended June 30	Total General Expenditures	General Government	Community and Economic Development	Public Safety	Libraries	Parks, Recreation and Culture	Public Works	Claims	Other Expenditures and Transfers
1991	\$439,468	\$56,017 12.8 %	\$11,539 2.6 %	\$221,876 50.5 %	\$13,848 3.2 %	\$35,257 8.0 %	\$73,534 16.7 %	\$13,268 3.0 %	\$14,129 3.2 %
1992	454,265	56,906 12.5	11,387 2.5	235,058 51.7	15,278 3.4	36,570 8.0	79,792 17.6	7,597 1.7	11,677 2.6
1993	453,806	55,186 12.2	10,589 2.3	238,812 52.6	15,277 3.4	35,141 7.7	78,576 17.3	7,735 1.7	12,490 2.7
1994	466,113	55,653 11.9	9,993 2.1	248,925 53.4	16,469 3.5	34,779 7.5	79,767 17.1	9,577 2.1	10,950 2.3
1995	480,138	65,245 13.6	6,169 1.3	258,673 53.9	17,052 3.6	37,162 7.7	81,537 17.0	2,897 0.6	11,403 2.4
1996	497,383	61,286 12.3	6,740 1.4	272,851 54.9	17,451 3.5	37,541 7.5	80,517 16.2	5,146 1.0	15,851 3.2
1997	513,069	62,017 12.1	7,036 1.4	289,684 56.5	18,911 3.7	40,469 7.9	80,141 15.6	268 0.1	14,543 2.8
1998	545,049	64,725 11.9	8,003 1.5	301,726 55.4	20,677 3.8	41,561 7.6	66,937 12.3	606 0.1	40,814 7.5
1999	583,726	67,405 11.5	8,652 1.5	321,319 55.0	21,824 3.7	44,910 7.7	70,413 12.1	6,884 1.2	42,319 7.2
2000	636,777	69,400 10.9	14,661 2.3	348,869 54.8	22,820 3.6	49,850 7.8	76,300 12.0	11,965 1.9	42,912 6.7

CITY OF SAN DIEGO OVERSIGHT UNIT
 ASSESSED VALUATION OF ALL TAXABLE PROPERTY - EXCLUDING REDEVELOPMENT PROJECTS
 (100% OF FULL VALUE IN THOUSANDS OF DOLLARS)
 Fiscal Years 1991 to 2001

	2000-01	1999-00	1998-99
GROSS			
Secured - Locally Assessed	\$82,140,464	\$75,735,993	\$68,569,476
Utilities - State Assessed	54,775	52,758	79,133
Total Secured Valuation	82,195,239	75,788,751	68,648,609
Unsecured - Locally Assessed	6,347,101	5,852,822	5,337,916
Total Gross Valuation	88,542,340	81,641,573	73,986,525
EXEMPTIONS (EXCLUDING HOMEOWNERS' AND BUSINESS INVENTORY)			
Secured - Locally Assessed	2,718,748	2,661,739	2,681,423
Unsecured - Locally Assessed	530,732	325,881	313,391
Total Exemptions	3,249,480	2,987,620	2,994,814
NET ASSESSED VALUATION FOR TAX RATE			
Secured - Locally Assessed	79,421,716	73,074,254	65,888,053
Utilities - State Assessed	54,775	52,758	79,133
Net Secured	79,476,491	73,127,012	65,967,186
Unsecured - Locally Assessed	5,816,369	5,526,941	5,024,525
Net Assessed Valuation for Tax Rate	\$85,292,860	\$78,653,953	\$70,991,711
Percentage Increase (Decrease) Over Base Year	20.145%	10.793%	8.152%
STATE SUBVENTIONS HOMEOWNERS' EXEMPTIONS			
Secured - Locally Assessed	\$1,354,076	\$1,338,820	\$1,276,862
Unsecured - Locally Assessed	2,491	2,491	2,211
Total Homeowners' Exemptions	1,356,567	1,341,311	1,279,073
NET ASSESSED VALUATION AFTER ALL EXEMPTIONS			
Secured - Locally Assessed	78,067,640	71,735,434	64,611,191
Utilities - State Assessed	54,775	52,758	79,133
Net Secured	78,122,415	71,788,192	64,690,324
Unsecured - Locally Assessed	5,813,878	5,524,450	5,022,314
Net Assessed Valuation	\$83,936,293	\$77,312,642	\$69,712,638

* Effective July 1, 1988 Assembly Bill 454, Chapter 921, eliminated the reporting of the unitary valuations pertaining to public utilities such as San Diego Gas and Electric and Pacific Telephone. In lieu of the property tax on these previously included assessed valuations, the City will receive from the State (through the County) an amount of unitary revenue based upon the unitary property tax received in the prior year.

THE CITY OF SAN DIEGO

ANNUAL FINANCIAL REPORT

Table 5

1997-98	1996-97	1995-96	1994-95	1993-94	1992-93	1991-92
\$63,490,451 72,137	\$61,816,965 76,937	\$61,723,445 70,315	\$60,870,172 69,823	\$60,513,469 72,660	\$59,693,810 94,090	\$57,481,282 82,149
63,562,588	61,893,902	61,793,760	60,939,995	60,586,129	59,787,900	57,563,431
4,988,950	4,353,543	4,303,198	4,371,923	4,218,892	4,059,854	3,946,532
68,551,538	66,247,445	66,096,958	65,311,918	64,805,021	63,847,754	61,509,963
2,526,872	2,261,774	2,297,545	2,227,928	2,133,694	1,967,389	1,705,172
383,881	93,400	191,962	192,099	227,047	132,379	87,776
2,910,753	2,355,174	2,489,507	2,420,027	2,360,741	2,099,768	1,792,948
60,963,579 72,137	59,555,191 76,937	59,425,900 70,315	58,642,244 69,823	58,379,775 72,660	57,726,421 94,090	55,776,110 82,149
61,035,716	59,632,128	59,496,215	58,712,067	58,452,435	57,820,511	55,858,259
4,605,069	4,260,143	4,111,236	4,179,824	3,991,845	3,927,475	3,858,756
\$65,640,785	\$63,892,271	\$63,607,451	\$62,891,891	\$62,444,280	\$61,747,986	\$59,717,015
2.737%	1.573%	1.138%	0.717%	1.128%	3.401%	6.703%
\$1,277,934	\$1,261,478	\$1,260,398	\$1,250,382	\$1,234,435	\$1,198,029	\$1,181,578
2,106	1,863	1,475	1,590	1,398	1,414	1,561
1,280,040	1,263,341	1,261,873	1,251,972	1,235,833	1,199,443	1,183,139
59,685,645 72,137	58,293,713 76,937	58,165,502 70,315	57,391,862 69,823	57,145,340 72,660	56,528,392 94,090	54,594,532 82,149
59,757,782	58,370,650	58,235,817	57,461,685	57,218,000	56,622,482	54,676,681
4,602,963	4,258,280	4,109,761	4,178,233	3,990,447	3,926,061	3,857,195
\$64,360,745	\$62,628,930	\$62,345,578	\$61,639,918	\$61,208,447	\$60,548,543	\$58,533,876

CITY OF SAN DIEGO OVERSIGHT UNIT
 ASSESSED VALUATION OF ALL TAXABLE PROPERTY - REDEVELOPMENT AREAS ONLY
 (100% OF FULL VALUE IN THOUSANDS)
 Fiscal Years 1991 to 2001

	2000-01	1999-00	1998-99
GROSS			
Secured - Locally Assessed	\$6,622,511	\$6,049,675	\$4,419,599
Utilities - State Assessed	15,384	15,096	6,522
Total Secured Valuation	6,637,895	6,064,771	4,426,121
Unsecured - Locally Assessed	466,314	435,459	283,966
Total Gross Valuation	7,104,209	6,500,230	4,710,087
EXEMPTIONS (EXCLUDING HOMEOWNERS' AND BUSINESS INVENTORY)			
Secured - Locally Assessed	330,932	288,034	252,455
Unsecured - Locally Assessed	30,508	17,663	9,660
Total Exemptions	361,440	305,697	262,115
NET ASSESSED VALUATION FOR TAX RATE			
Secured - Locally Assessed	6,291,579	5,761,641	4,167,144
Utilities - State Assessed	15,384	15,096	6,522
Net Secured	6,306,963	5,776,737	4,173,666
Unsecured - Locally Assessed	435,806	417,796	274,306
Net Assessed Valuation for Tax Rate	\$6,742,769	\$6,194,533	\$4,447,972
Percentage Increase (Decrease) Over Base Year	51.592%	39.266%	7.474%
STATE SUBVENTIONS HOMEOWNERS' EXEMPTIONS			
Secured - Locally Assessed	\$41,420	\$41,066	\$31,658
Unsecured - Locally Assessed	212	---	---
Total Homeowners' Exemptions	41,632	41,066	31,658
BUSINESS INVENTORY EXEMPTIONS			
Secured - Locally Assessed	---	---	---
Utilities - State Assessed	---	---	---
Total Business Inventory Exemptions	---	---	---
NET ASSESSED VALUATION AFTER ALL EXEMPTIONS			
Secured - Locally Assessed	6,250,159	5,720,575	4,135,486
Utilities - State Assessed	15,172	15,096	6,522
Net Secured	6,265,331	5,735,671	4,142,008
Unsecured - Locally Assessed	435,806	417,796	274,306
Net Assessed Valuation	\$6,701,137	\$6,153,467	\$4,416,314

* Effective July 1, 1988 Assembly Bill 454, Chapter 921, eliminated the reporting of the unitary valuations pertaining to public utilities such as San Diego Gas and Electric and Pacific Telephone. In lieu of the property tax on these previously included assessed valuations, the City will receive from the State (through the County) an amount of unitary revenue based upon the unitary property tax received in the prior year.

Table 6

1997-98	1996-97	1995-96	1994-95	1993-94	1992-93	1991-92
\$4,134,677 4,761	\$4,025,263 4,738	\$4,135,274 5,062	\$4,379,146 5,512	\$4,550,121 5,643	\$2,112,777 4,481	\$1,911,902 3,619
4,139,438	4,030,001	4,140,336	4,384,658	4,555,764	2,117,258	1,915,521
210,919	207,457	209,922	205,651	160,863	135,711	126,389
4,350,357	4,237,458	4,350,258	4,590,309	4,716,627	2,252,969	2,041,910
209,544	183,474	178,509	172,316	142,730	30,579	26,777
2,182	812	2,049	2,295	2,051	3,734	1,931
211,726	184,286	180,558	174,611	144,781	34,313	28,708
3,925,133 4,761	3,841,789 4,738	3,956,765 5,062	4,206,830 5,512	4,407,391 5,643	2,082,198 4,481	1,885,125 3,619
3,929,894	3,846,527	3,961,827	4,212,342	4,413,034	2,086,679	1,888,744
208,737	206,645	207,873	203,356	158,812	131,977	124,458
\$4,138,631	\$4,053,172	\$4,169,700	\$4,415,698	\$4,571,846	\$2,218,656	\$2,013,202
2.108%	-2.795%	-5.571%	-3.415%	106.064%	10.205%	16.700%
\$31,086	\$29,752	\$29,560	\$29,778	\$29,394	\$6,850	\$6,536
95	95	49	27	7	7	---
31,181	29,847	29,609	29,805	29,401	6,857	6,536
---	---	---	---	---	---	---
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3,894,047 4,761	3,812,037 4,738	3,927,205 5,062	4,177,052 5,512	4,377,997 5,643	2,075,348 4,481	1,878,589 3,619
3,898,808	3,816,775	3,932,267	4,182,564	4,383,640	2,079,829	1,882,208
208,642	206,550	207,824	203,329	158,805	131,970	124,458
\$4,107,450	\$4,023,325	\$4,140,091	\$4,385,893	\$4,542,445	\$2,211,799	\$2,006,666

THE CITY OF SAN DIEGO ANNUAL FINANCIAL REPORT

TAX RATES PER \$100 OF ASSESSED VALUATION LAST TEN FISCAL YEARS

Table 7

Fiscal Year Ended June 30	Zoological Exhibits Fund	Bond Interest & Redemption Fund	Total City	Schools	One Percent Property Tax Allocation (A)	Grand Total (B)
1991	0.005	0.0041	0.0091	0.0272	1.00	1.0363
1992	0.005	0.0067	0.0117	0.0432	1.00	1.0549
1993	0.005	0.0036	0.0086	0.1001	1.00	1.1087
1994	0.005	0.0036	0.0086	0.1000	1.00	1.1086
1995	0.005	0.0033	0.0083	0.1002	1.00	1.1085
1996	0.005	0.0033	0.0083	0.1002	1.00	1.1085
1997	0.005	0.0034	0.0084	0.0993	1.00	1.1077
1998	0.005	0.0034	0.0084	0.0993	1.00	1.1077
1999	0.005	0.0029	0.0079	0.0963	1.00	1.1042
2000	0.005	0.0026	0.0076	0.0958	1.00	1.1034

(A) Under existing provisions of the California Constitution, the maximum ad valorem property tax rate which may be imposed on real property may not exceed \$4.00 except to pay the interest and redemption charges on any indebtedness approved by the voters prior to July 1, 1978. The City shares this tax rate in proportion to other local agencies based on an average of property tax received in the three fiscal years prior to 1978-79.

(B) Effective January 1, 1981, a change in state law required the County Assessor to assess all taxable property at 100% full value as opposed to the prior practice of assessing property at 25% of full value. As a result, taxing agencies were required to fix tax rates based on full value instead of the prior practice of fixing tax rates based on 25% of full value.

SCHEDULE OF LEGAL DEBT MARGIN June 30, 2000 (In Thousands)

Table 8

	For Water Purposes	General Obligation Bonds* For Other Purposes	Total
Assessed Valuation: July 1, 2000 - \$21,323,215 ***			
Debt Limits**	\$3,198,482	\$2,132,322	\$5,330,804
Outstanding General Obligation Bonds	---	19,172	19,172
Less: Cash Reserve for Matured and Unpaid Bonds	---	2	2
Outstanding General Obligation Bonds Applicable to Debt Limit	---	19,170	19,170
LEGAL DEBT MARGIN	\$3,198,482	\$2,113,152	\$5,311,634
Percentage of Outstanding Debt to Legal Debt Margin	0.00%	0.91%	0.36%

* All City of San Diego General Obligation Bonds are serially numbered and redeemable from special tax levy.

** Section 90 of the City Charter provides that the bonded indebtedness for the development, conservation and furnishings of water shall not exceed 15% of the last preceding assessed valuation of all real and personal property of the City subject to direct taxation, and that the bonded indebtedness for other municipal improvements shall not exceed 10% of such valuation.

*** Beginning January 1, 1981, a change in State law required the County Assessor to assess all taxable property at 100% of full value as opposed to the prior practice of assessing property at 25% of full value. To be in compliance with the City Charter, the assessed valuation used for this Statement is at 25% of full value.

**LEVIES AND TAXES RECEIVED BY CITY - SECURED PROPERTY
LAST TEN FISCAL YEARS
(In Thousands)**

Table 9

Fiscal Year Ended June 30	Tax Levy	Receipt of Current Year's Taxes During Fiscal Year***	Percentage of Levy Received During Fiscal Year	Receipt of Prior Years' Taxes During Fiscal Year	Total Taxes Received	Prior Years' Tax Levy Adjustments	Ratio of Total Receipts to Tax Levy *	Accumulated Delinquent Taxes **	Ratio of Delinquent Taxes to Tax Levy *
1991	\$125,823	\$116,952	92.95 %	\$3,558	\$120,510	(\$219)	88.81 %	\$10,084	4.15 %
1992	127,143	121,308	95.41	3,845	125,153	(5,026)	93.30	12,017	4.22
1993	120,574	114,821	95.23	5,046	119,867	(8,431)	94.89	14,184	4.43
1994	109,881	105,911	96.39	4,827	110,738	(9,013)	99.02	10,968	4.44
1995	109,754	104,295	95.03	3,897	108,192	(6,542)	95.63	9,920	4.43
1996	111,281	108,137	97.18	2,376	110,513	(6,208)	96.71	9,203	4.43
1997	111,719	108,676	97.28	1,887	110,563	(5,640)	96.48	8,523	4.43
1998	116,912	114,311	97.78	3,118	117,429	(4,287)	97.64	7,639	4.43
1999	127,846	124,267	97.20	2,656	126,923	(3,311)	96.79	6,593	4.42
2000	141,963	137,859	97.11	2,366	140,225	(3,011)	96.25	6,736	4.41

* After giving effect to prior years' tax levy adjustments and delinquent taxes.

** Estimated.

*** Includes Accruals after 1988.

**RATIO OF NET GENERAL OBLIGATION BONDED DEBT TO ASSESSED
VALUE AND NET BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS
(In Thousands)**

Table 10

Fiscal Year Ended June 30	Estimated Population	Assessed Valuation *	Gross Bonded Debt **	Debt Service Monies Available *	Debt Payable from Enterprise Revenues	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
1991	1,130,034	\$55,965,875	\$98,040	\$568	---	\$97,472	0.174 %	\$86.26
1992	1,149,598	59,717,015	95,150	3,959	---	91,191	0.153	79.32
1993	1,171,608	61,747,986	92,925	4,256	---	88,669	0.144	75.68
1994	1,184,814	62,444,280	94,615	3,388	---	91,227	0.146	77.00
1995	1,202,200	62,891,891	91,970	3,780	---	88,190	0.140	73.36
1996	1,197,676	63,607,451	89,090	3,861	---	85,229	0.134	71.16
1997	1,197,077	63,892,271	82,625	2,142	---	80,483	0.126	67.23
1998	1,224,848	65,640,785	78,600	2,515	---	76,085	0.116	62.12
1999	1,254,281	78,653,953	74,255	2,723	---	71,532	0.091	57.03
2000	1,277,168	85,292,860	68,700	2,941	---	65,759	0.077	51.49

* Excludes Redevelopment.

** Represents all General Obligation Debt.

THE CITY OF SAN DIEGO

ANNUAL FINANCIAL REPORT

SCHEDULE OF DIRECT AND OVERLAPPING BONDED DEBT June 30, 2000 (In Thousands)

Table 11

Jurisdiction	Debt Outstanding June 30, 2000	Percentage Applicable to City of San Diego	Amount Applicable to City of San Diego
City of San Diego	\$19,170 *	100.000%	\$19,170
City of San Diego Certificates of Participation	64,900 *	100.000%	64,900
City of San Diego 1915 Act Bonds	49,695	100.000%	49,695
City of San Diego Mello-Roos Bonds	58,215	100.000%	58,215
City of San Diego Redevelopment Agency	171,101 *	100.000%	171,101
City of San Diego Metropolitan Transit Development Board (MTDB)	63,005 *	100.000%	63,005
Convention Center Expansion Authority	205,000 *	100.000%	205,000
Metropolitan Water District	549,611	8.633%	47,448
North City West School Community Facilities District	74,915	100.000%	74,915
Poway Unified School Community Facilities District #1	75,425	100.000%	75,425
Public Facilities Financing Authority	66,795 *	100.000%	66,795
San Diego Community College District	22,080	99.902%	22,058
San Diego County General Fund Obligations	569,416	48.030%	273,491
San Diego County Pension Obligations	347,305	48.030%	166,811
San Diego County Water Authority	6,165	49.876%	3,075
San Diego Open Space Park Facilities District # 1	49,530	100.000%	49,530
San Diego Stadium Authority	2,235	100.000%	2,235
San Diego Unified School District	373,385	99.906%	373,034
Other School and Community College Districts	99,020	various	84,763
Other Special Districts	51,404	various	15,152
Other High School and School Districts	22,021	various	17,992
Otay Municipal Water District Certificates of Participation	27,790	7.023%	1,952
TOTAL GROSS DIRECT AND OVERLAPPING BONDED DEBT			\$1,905,762 **
Less:			
100% Self-Supporting			
Otay Mesa Water District			1,952
Grossmont Union High School District COP's			94
San Diego Open Space Park Facilities District #1			49,530
San Diego Stadium Authority			2,235
TOTAL BONDED DEBT SUPPORTED BY OTHER THAN PROPERTY TAX			53,811
NET DIRECT AND OVERLAPPING BONDED DEBT			\$1,851,951
1999-00 Assessed Valuation (100% of Full Value):			
\$84,848,486 (including the redevelopment tax allocation increment of \$6,194,533)			
Ratios to Assessed Valuation			
City of San Diego Gross Direct Debt *(\$589,971)			0.70%
City of San Diego Net Direct Debt (excludes Redevelopment Agency) (\$418,870)			0.53%
City of San Diego and Open Space District Gross Direct Debt (\$639,501)			0.75%
City of San Diego and Open Space District Net Direct Debt (\$468,400)			0.60%
TOTAL GROSS DEBT			2.25%
TOTAL NET DEBT			2.18%

** Excludes revenue and tax anticipation notes.

Sources: Responsible Agencies
California Municipal Statistics, Inc.

**RATIO OF ANNUAL DEBT SERVICE
FOR GENERAL BONDED DEBT TO TOTAL GENERAL EXPENDITURES
LAST TEN FISCAL YEARS
(In Thousands)**

Table 12

Fiscal Year Ended June 30	Principal	Interest	Total Debt Service	Total General Expenditures	Ratio of Debt Service to General Expenditures
1991	\$13,313	\$23,309	\$36,622	\$669,287	5.47 %
1992	17,345	27,018	44,363	741,081	5.99
1993	12,942	26,080	39,022	687,371	5.68
1994	20,943	38,679	59,622	898,664	6.63
1995	24,888	39,373	64,261	846,735	7.59
1996	35,496	49,018	84,514	1,009,352	8.37
1997	29,311	62,849	92,160	1,108,001	8.32
1998	42,512	81,016	123,528	1,072,028	11.52
1999	38,310	84,507	122,817	1,312,338	9.36
2000	41,727	120,891	162,618	1,388,196	11.71

**SPECIAL ASSESSMENT BILLINGS AND COLLECTIONS
LAST TEN FISCAL YEARS
(In Thousands)**

Table 13

Fiscal Year Ended June 30	Current Assessments Due	Current Assessments Collected	Ratio of Collections of Amount Due	Total Outstanding Assessments
1991	8,733	6,278	71.9	86,042
1992	11,610	7,687	66.2	120,870
1993	16,949	11,205	66.1	128,857
1994	12,512	10,632	85.0	123,830
1995	11,478	9,565	83.3	118,350
1996	12,564	11,692	93.1	125,650
1997	12,394	11,515	92.9	120,900
1998	11,929	11,359	95.2	113,105
1999	10,843	10,576	97.5	110,835
2000	11,041	10,783	97.7	108,180

REVENUE BOND COVERAGE - WATER BONDS
LAST TEN FISCAL YEARS
(In Thousands)

Table 14

Fiscal Year Ended June 30	Gross Revenues	Direct Operating Expenses	Net Revenue Available For Debt Service	Total Debt Service Requirements			Debt Service Coverage
				Principal	Interest	Total	
1991	124,228	100,287	23,941	170	6	176	136.03
1992 *	---	---	---	---	---	---	---
1993 *	---	---	---	---	---	---	---
1994 *	---	---	---	---	---	---	---
1995 *	---	---	---	---	---	---	---
1996 *	---	---	---	---	---	---	---
1997 *	---	---	---	---	---	---	---
1998 *	---	---	---	---	---	---	---
1999 *	---	---	---	---	---	---	---
2000 *	---	---	---	---	---	---	---

* Water Bonds were completely paid off during FY92.

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REVENUE BOND COVERAGE - SEWER BONDS
LAST TEN FISCAL YEARS
(In Thousands)

Table 15

Fiscal Year Ended June 30	Gross Revenues	Direct Operating Expenses	Net Revenue Available For Debt Service	Total Debt Service Requirements			Debt Service Coverage
				Principal	Interest	Total	
1991	159,175	64,879	94,296	2,143	846	2,989	31.55
1992	168,306	81,244	87,062	2,207	759	2,966	29.35
1993	175,360	83,484	91,876	2,292	663	2,955	31.09
1994 *	---	---	---	---	---	---	---
1995 *	---	---	---	---	---	---	---
1996 *	---	---	---	---	---	---	---
1997 *	---	---	---	---	---	---	---
1998 *	---	---	---	---	---	---	---
1999 *	---	---	---	---	---	---	---
2000 *	---	---	---	---	---	---	---

* Sewer Bonds were completely paid off during FY94.

**DEMOGRAPHIC STATISTICS
LAST TEN FISCAL YEARS**

Table 16

Fiscal Year Ended June 30	Estimated Population (2)	Public School Enrollment (K-12) (2)	Continuing Education Enrollment* (2)	Civilian Labor Force (1)	Unemployment Rate (1)
1990	1,130,034	158,507	177,144	1,170,700	5.7%
1992	1,149,598	159,695	167,827	1,180,025	6.5%
1993	1,171,608	167,986	161,316	1,202,566	7.7%
1994	1,184,814	172,761	161,360	1,218,292	7.8%
1995	1,197,676	174,735	168,509	1,222,458	6.8%
1996	1,183,102	156,461	161,105	1,227,952	6.0%
1997	1,197,077	173,344	159,673	1,243,258	4.8%
1998	1,224,848	179,197	164,438	1,289,383	3.8%
1999	1,254,281	182,590	173,002	1,334,167	3.5%
2000	1,277,168	187,462	173,209	1,373,017	3.2%

*Composed of College, Community College and Adult Schools (Includes part-time).

Sources:

(1) Employment Development Department (EDD)

(2) Table 19

**PRINCIPAL TAXPAYERS IN CITY OF SAN DIEGO
June 30, 2000
(In Thousands)**

Table 17

Taxpayers	Type of Business	Assessed Valuation	Percentage of Net Assessed Valuation (1)	Approximate Tax Paid
Qualcomm Inc.	Electronics	\$513,021	0.61%	\$5,667
Equitable Life Assurance	Investment	372,236	0.44%	4,144
Sea World	Entertainment	264,336	0.31%	2,894
Kilroy Realty LP	Real Estate	264,023	0.31%	2,872
Pacific Gateway	Developer	240,599	0.29%	2,678
Pardee Construction	Developer	165,538	0.20%	2,626
Sony Corp of America	Electronics	240,863	0.29%	2,454
University Towne Center LLC	Shopping Center	214,175	0.26%	2,384
Solar Turbines	Manufacturing	208,445	0.25%	2,322
Horton Plaza LLC	Shopping Center	184,620	0.22%	2,092
		\$2,667,856	3.18%	

(1) Total Net Assessed Valuation of \$83,936,293,000 per Table 5.

Note: This table excludes public utilities, including San Diego Gas & Electric Company, Pacific Bell and American Telephone and Telegraph (AT&T), because valuations within the City of San Diego cannot be readily determined.

Source: County of San Diego Assessor's Office.

**COMPARISON OF CONSTRUCTION, BANK DEPOSITS AND PROPERTY VALUES
LAST TEN FISCAL YEARS
(In Thousands)**

Table 18

Fiscal Year Ended June 30	Construction (1)		Property Values (2)				Deposits (3)			Total
	Residential Construction Permits	Non- residential Construction Permits	Total Valuation	Commercial/ Industrial	Residential	Other	Commercial Banks	Savings & Loans	Credit Unions	
1991	5,355	5,464	\$937,548	\$17,020,669	\$38,656,724	\$2,033,684	\$8,973,527	\$5,631,708	\$2,578,616	\$17,183,851
1992	5,058	5,021	672,680	16,868,708	40,930,418	2,137,663	10,073,074	4,513,109	2,316,470	16,902,653
1993	4,497	4,669	622,333	16,154,192	42,291,556	2,246,154	8,062,959	3,382,869	2,930,418	14,376,246
1994	5,453	4,831	800,908	15,411,917	43,273,554	2,277,353	8,678,706	3,379,077	2,553,514	14,611,297
1995	4,887	4,624	815,471	14,975,973	44,197,890	2,300,779	9,684,057	3,088,156	2,544,261	15,316,474
1996	5,243	4,551	846,982	14,804,114	44,513,532	2,278,247	9,306,278	2,847,576	3,545,202	15,699,056
1997	5,907	4,813	1,020,330	15,306,561	45,589,632	2,414,340	10,595,219	3,370,761	3,724,548	17,690,528
1998	7,545	5,804	1,466,646	17,318,763	48,341,937	2,151,401	N/A	N/A	N/A	N/A
1999	7,080	5,186	1,640,853	19,850,778	53,121,440	2,788,667	N/A	N/A	N/A	N/A
2000	6,603	5,766	2,146,478	21,853,386	57,932,679	3,040,634	N/A	N/A	N/A	N/A

N/A = Not available.

Source:

(1) City of San Diego Planning and Development Review Department

(2) County of San Diego, Office of Assessor.

THE CITY OF SAN DIEGO ANNUAL FINANCIAL REPORT

MISCELLANEOUS STATISTICAL DATA JUNE 30, 2000

TABLE 19

GEOGRAPHICAL LOCATION	Southern Coast of California contiguous to the Mexican Border.	
ALTITUDE OF CITY	Sea Level to 1,591 Feet	
AREA OF CITY (SQUARE MILES)	Land - 330.0 Water - 73.0 Total - 403.0	
DATE OF INCORPORATION	March 27, 1850	
POPULATION	(Official U. S. Census)	Increase
	1900 - 17,700	
	1910 - 39,578	124%
	1920 - 74,361	88%
	1930 - 147,995	99%
	1940 - 203,341	37%
	1950 - 334,387	64%
	1960 - 573,244	71%
	1970 - 697,027	22%
	1980 - 875,504	26%
	1990 - 1,110,549	27%
	Estimate at January 1, 2000-1,277,168	
	Population per Square Mile (Land) - 3,801	
FORM OF GOVERNMENT	Council /Manager	
CITY CHARTER ADOPTED	April 7, 1931	
FISCAL YEAR BEGINS	July 1	
TOTAL NUMBER OF CITY EMPLOYEES	Salaried - 10,191 Hourly - 1,595 Limited - N/A Total - 11,813	
RAINFALL, 1999-2000 SEASON	5.78 Inches	
AVERAGE SEASONAL RAINFALL DURING LAST 20 YEARS	10.79 Inches	
TEMPERATURE, 1999-2000	Daytime Average - 69.5F Nighttime Average - 57.3F Mean Average - 63.4F	
AVERAGE ANNUAL TEMPERATURE OF FORTY YEAR PERIOD, 1960-2000	64.1 F	
RECREATION: PARKS, SQUARES, AND RECREATION CENTERS	Number - 416 Acres - 34,039	
SPECIAL FACILITIES	Municipal Golf Courses: City Operated: 18-Hole Courses - 3 9-Hole Courses - 1 Pitch and Putt Course - 0 Leased: 18-Hole Courses - 2 Par 3 Course - 1 Pitch and Putt Course - 2 Municipal Swimming Pools - 13 Municipal Stadiums - N/A Municipal Tennis Courts - 25 Ocean Fishing Piers - 2	

MISCELLANEOUS STATISTICAL DATA
JUNE 30, 2000

TABLE 19 (Cont'd.)

FIRE PROTECTION	Number of Stations - 43 Number of Employees - 1,205 (includes EMS)
POLICE PROTECTION	Number of Stations - 9 Number of Employees - 2,739 (includes hourly)
MILES OF ASPHALT, CONCRETE, AND DIRT STREETS AND ALLEYS	3,820
MILES OF SEWERS	2,592
SEWER SERVICE LATERALS	263,107
MUNICIPAL WATER PLANT	Number of Water Meters in Service - 261,361 Average Daily Consumption - 210.97 Million Gallons Average Daily Consumption per Capita - 165.19 Miles of Water Distribution Mains - 3,125.21 Number of Fire Hydrants - 23,399
MUNICIPAL AIRPORTS	Number - 2 Number of Acres - 1,942 Length of Main Runways - 7,999 Feet and 4,600 Feet
UNIFIED PORT DISTRICT:	
WHARVES	Number - 4 Length - 13,055 (Lineal Feet or Berthing) Number of Craft in Port (Excluding Military) - 650 Commercial Tonnage Handled through the Port during the Year - 2,350,000
TIDELANDS	Number of Acres - 5,557
AIRPORTS	Number - 1 Number of Acres - 474 Length of Main Runways - 9,400 Feet
EDUCATION:	
COLLEGES	Number - 6 Number of Teachers - 6,247 (Includes Part-time) Number of Students - 74,069 (Includes Part-time)
COMMUNITY COLLEGES AND ADULT SCHOOLS	Number - 9 Number of Teachers - 2,638 (Includes Part-time) Number of Students - 99,140 (Includes Part-time)
HIGH SCHOOLS	Number - 25 Number of Teachers - 2,473 Number of Students - 41,739
JUNIOR HIGH SCHOOLS	Number - 29 Number of Teachers - 1,579 Number of Students - 33,079
ELEMENTARY SCHOOLS	Number - 160 Number of Teachers - 5,098 Number of Students - 112,644